



Greenheart Group

綠心集團

GREENHEART GROUP LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 94)

INTERIM REPORT

2026





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CORPORATE INFORMATION

BOARD OF DIRECTORS

Cheng Chi-Him, Conrad[#]

(Non-executive Chairman)

Ding Wai Chuen^{*}

(Chief Executive Officer)

Lee Chi Hin, Jacob[#]

(appointed on 1 July 2026)

Suen Chung Yan, Julia[#]

Wong Man Chung, Francis^{**}

Cheung Pak To, Patrick^{**}

To Chun Wai^{**}

Kenneth Lau[#]

(resigned on 1 July 2026)

Lie Ken Jie Remy Anthony Ket Heng[#]

(resigned on 1 July 2026)

^{*} Executive Director

[#] Non-executive Director

^{**} Independent non-executive Director

AUDIT COMMITTEE

Wong Man Chung, Francis *(Chairman)*

Lee Chi Hin, Jacob

(appointed on 1 July 2026)

To Chun Wai

Lie Ken Jie Remy Anthony Ket Heng

(ceased to be a member on 1 July 2026)

REMUNERATION COMMITTEE

Wong Man Chung, Francis *(Chairman)*

Lee Chi Hin, Jacob

(appointed on 1 July 2026)

To Chun Wai

Kenneth Lau

(ceased to be a member on 1 July 2026)

NOMINATION COMMITTEE

To Chun Wai *(Chairman)*

Suen Chung Yan, Julia

Cheung Pak To, Patrick

COMPANY SECRETARY

Fung Ka Man

AUTHORISED REPRESENTATIVES

Ding Wai Chuen

Fung Ka Man

REGISTERED OFFICE

Canon's Court, 22 Victoria Street

Hamilton HM 12, Bermuda

STOCK CODE

94

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INDEPENDENT AUDITOR

Deloitte Touche Tohmatsu

Registered Public Interest Entity Auditor



CORPORATE INFORMATION

PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited
China Construction Bank (Asia)
Corporation Limited
Bank of New Zealand

PRINCIPAL SHARE REGISTRAR & TRANSFER OFFICE IN BERMUDA

Appleby Global Corporate Services
(Bermuda) Limited
Canon's Court, 22 Victoria Street
Hamilton HM 12, Bermuda

BRANCH SHARE REGISTRAR & TRANSFER OFFICE IN HONG KONG

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road, Hong Kong

WEBSITE

<http://www.greenheartgroup.com>

INVESTOR RELATIONS

ir@greenheartgroup.com



CHAIRMAN'S STATEMENT

Dear Shareholders,

On behalf of the board (the "Board") of directors (the "Directors") of Greenheart Group Limited (the "Company") and its subsidiaries (collectively, the "Group"), I am pleased to present to the shareholders of the Company the interim results of the Group for the six months ended 30 June 2026 (the "Period").

The operating environment remained challenging during the Period. Since March 2026, the escalation of geopolitical tensions resulted in a significant increase in global fuel prices, which led to higher harvesting, transportation and shipping costs throughout the forestry supply chain. While the prices for logs exported to China remained relatively firm during much of the Period, the increase in operating and freight costs continued to put pressure on margins.

Despite these challenges, the Group continued to manage its existing forestry operations prudently while maintaining a disciplined approach to costs and capital deployment.

Completion of Disposal of Mangakahia Forest and Ormond Valley Forest in New Zealand

On 30 January 2026, the Group successfully completed the disposal of majority of the Mangakahia and Ormond Valley forest assets and received cash consideration of approximately NZ\$133,470,000 (equivalent to HK\$626,824,000).

The completion of the majority of the disposal significantly strengthened the Group's financial position and provided greater flexibility for the deployment of capital into new investment opportunities.

Importantly, the disposal has enabled the Group to reposition its forestry investment strategy towards opportunities that are capable of generating cash flow within a shorter timeframe. In particular, the Group intends to focus on mature or near-mature forest cutting rights which can provide additional harvesting volume without requiring the long development period associated with newly established plantations.



CHAIRMAN'S STATEMENT

Prospects

Following completion of the majority of the New Zealand disposal, the Group has been proactive identifying and evaluating potential investment opportunities.

During the Period, the Group participated in bidding processes for additional forest cutting rights in New Zealand and continued discussions with forest owners regarding other potential forestry opportunities. The Group is also exploring suitable plantation and forestry investment opportunities across the broader Asia-Pacific region.

However, current market uncertainty and weaker operating economics have made it more difficult for buyers and sellers to establish mutually acceptable valuation expectations. As a result, while the Group has actively reviewed and participated in a number of potential investment opportunities, none has progressed into a material transaction.

The Board remains committed to a disciplined investment approach. We will continue to carefully evaluate potential opportunities with emphasis on expected returns, operating risks, capital efficiency and long-term value creation for the shareholders of the Company.

With the Group's strengthened financial position and available capital, we believe the Group is well positioned to pursue suitable opportunities with appropriate investments terms when they become available.



CHAIRMAN'S STATEMENT

Appreciation

On behalf of the Board, I would like to express my sincere appreciation to our shareholders, business partners and employees for their continued support. I would also like to thank our management team and staff for their continued dedication and efforts during the Period.

Cheng Chi-Him, Conrad

Non-executive Chairman

Hong Kong, 26 August 2026



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group's unaudited net loss for the Period from continuing and discontinued operations decreased to HK\$11,719,000 (2025: HK\$97,598,000). The significant improvement of financial performance was mainly due to the net effect of (i) the net gain of HK\$26,750,000 arising from the very substantial disposal of plantation forest assets and related property, plant and equipment located in New Zealand; (ii) the fair value loss of HK\$9,111,000 in respect of the plantation forest assets located in New Zealand; and (iii) the absence of the loss from discontinued operation from Suriname division during the Period.

Discontinued operation – Suriname division

During the six months ended 30 June 2025, the Group disposed of the majority of its loss-making subsidiaries in Suriname to an independent third party and ceased the operation in Suriname. As these subsidiaries were in an aggregate net liability position, the proceeds from the disposal were insignificant. A loss of HK\$88,377,000 (as restated) from the discontinued operation was resulted during the six months ended 30 June 2025. No such loss was incurred during the Period.

Continuing operations

Revenue

The Group's total revenue from continuing operations (i.e. New Zealand division) reduced by 7.8% or HK\$1,601,000 during the Period. The decrease was primarily due to the weak demand for New Zealand radiata pine from China. As a result, the sales volume of New Zealand radiata pine decreased by 7.4% and the average export selling price on free-on-board basis decreased by 5.0% to US\$76 per m³ (2025: US\$80 per m³).

Meanwhile, revenue from forest management services increased by 26.8% or HK\$681,000 during the Period because of the increase in harvesting activities in third party forests managed by the Group.



MANAGEMENT DISCUSSION AND ANALYSIS

Continuing operations (continued)

Gross profit

The Group generated a gross profit from continuing operations (i.e. New Zealand division) of HK\$2,147,000 (2025: HK\$1,933,000) during the Period. The Group's gross profit margin for the Period was 11.3% (2025: 9.4%), benefiting from increase in revenue from forest management services during the Period.

Other income

Other income from continuing operations mainly represented bank interest income. The increase was mainly due to the increase in bank balances following the completion of the very substantial disposal on 30 January 2026.

Other gains and losses

Other gains and losses from continuing operations primarily represented the net gain of HK\$26,750,000 (2025: nil) arising from the very substantial disposal of plantation forest assets and related property, plant and equipment located in New Zealand during the Period.

Impairment losses recognised on trade receivables

Impairment losses recognised on trade receivables from continuing operations represented the recognition of the expected credit losses on trade receivables.

Fair value loss on plantation forest assets

The fair value loss on our plantation forest assets in New Zealand amounted to HK\$9,111,000 (2025: gain of HK\$22,727,000) and was based on a valuation report prepared by an independent valuer at the end of the Period. The fair value loss was primarily attributed to a decrease in log selling prices amid challenging market conditions.

Selling and distribution costs

Selling and distribution costs from continuing operations mainly included export handling expenses and logistic-related costs arising from the sale of logs. They maintained at HK\$2,786,000 (2025: HK\$2,775,000) during the Period because of the net effect of the decrease in sales volume and increase in average port costs in New Zealand caused by the increase in fuel charge.



MANAGEMENT DISCUSSION AND ANALYSIS

Continuing operations (continued)

Administrative expenses

Administrative expenses from continuing operations for the Period increased significantly by 57.8% or HK\$9,124,000. The increase was mainly due to the increase in cleaning costs after the completion of harvesting activities in some forests in New Zealand and the increase in staff costs caused by a one-off special bonus.

Finance costs

Finance costs from continuing operations increased by 7.2% or HK\$701,000 for the Period. Such increase was primarily due to the increase in the interest on loans from immediate holding company allocated to continuing operations, which were allocated to Suriname division in previous years, offsetting by the general reduction in interest rates for the Period and the repayment of bank borrowing during the Period.

Income tax credit

Income tax credit from continuing operations for the Period was mainly deferred tax credit from the New Zealand division. It was mainly due to the taxable temporary differences arising from the fair value loss on New Zealand plantation forest assets and the foreign currency translation adjustments.

EBITDA

The EBITDA of the Group from continuing operations for the Period was HK\$736,000 (2025: HK\$11,146,000). The EBITDA of the New Zealand division for the Period was HK\$6,769,000 (2025: HK\$18,016,000). The reduction of the Group's EBITDA was primarily caused by the fair value loss on plantation forest assets in New Zealand mentioned above, which was partially offset by the increase in forest management fee income and the net gain of the very substantial disposal completed during the Period.

Loss for the Period attributable to owners of the Company

As a result of the aforementioned, the loss attributable to the owners of the Company from continuing operations for the Period was HK\$4,437,000 (2025: HK\$8,490,000, restated).



MANAGEMENT DISCUSSION AND ANALYSIS

LIQUIDITY AND FINANCIAL REVIEW

As at 30 June 2026, the Group's current assets and current liabilities were HK\$542,384,000 and HK\$397,155,000 respectively (31 December 2025: HK\$622,771,000 and HK\$229,948,000), HK\$520,121,000 (31 December 2025: HK\$39,846,000) of which were bank balances and cash. The Group's outstanding borrowings as at 30 June 2026 represented the loans from immediate holding company amounting to HK\$221,489,000 (31 December 2025: HK\$217,992,000), loans from a fellow subsidiary amounting to HK\$194,011,000 (31 December 2025: HK\$225,461,000), bank borrowing amounting to nil (31 December 2025: HK\$22,456,000) and lease liabilities of HK\$11,756,000 (31 December 2025: HK\$12,738,000). Accordingly, the Group's gearing ratio as of 30 June 2026, which was calculated on the basis of outstanding borrowings as a percentage of equity attributable to owners of the Company, was 76.9% (31 December 2025: 81.4%).

As at 30 June 2026, there were 2,782,486,584 ordinary shares of the Company in issue. The Group adopts conservative treasury policies in cash and financial management. Cash is generally placed in short-term deposits mostly denominated in United States dollars and Hong Kong dollars. The Group's liquidity and financing requirements are reviewed regularly.

Most of the Group's sales are denominated in United States dollars, to which the Hong Kong dollars are pegged. The majority of the Group's outstanding borrowings, and the majority of costs and expenses incurred in Hong Kong are denominated in United States dollars. The domestic sales generated from the New Zealand plantation forest assets and the forest management fee income from the New Zealand division are denominated in NZD, which helps to partly offset the Group's operating expenses payable in NZD. During the Period, the Group did not use any financial instruments for hedging purposes and the Group did not have any hedging instruments outstanding as at 30 June 2026. However, we will continue to closely monitor all possible exchange risk arising from the Group's existing operations and any new investments and will implement the necessary hedging arrangement(s) to mitigate any significant foreign exchange exposure.



MANAGEMENT DISCUSSION AND ANALYSIS

PROSPECTS

As we move into the second half of 2026, the global forestry market continues to face a challenging operating environment. While log prices in the Group's major export markets have remained relatively resilient, elevated harvesting, transportation and shipping costs continue to put pressure on operating margins. At the same time, domestic indicators in New Zealand have shown further signs of improvement, providing some support to the forestry sector.

The New Zealand export log market remained volatile during the first half of 2026. In China, the Group's largest export market, cost and freight prices for A-grade logs recovered from approximately US\$111 per JAS m³ to US\$117 per JAS m³ during the first quarter to approximately US\$128 per JAS m³ to US\$129 per JAS m³ in April and May, before easing to approximately US\$125 per JAS m³ in June.

The improvement in export log prices was supported by relatively low port inventories in China and constrained log supply from New Zealand. However, the escalation of geopolitical tensions since March 2026 resulted in a significant increase in global fuel prices, which drove higher harvesting, transportation and shipping costs throughout the forestry supply chain. Shipping costs from New Zealand to China increased from approximately US\$28 per JAS m³ to US\$30 per JAS m³ at the beginning of this year to approximately US\$43 per JAS m³ by the end of June 2026. As a result, the benefit of higher cost and freight prices was substantially offset by increased operating and freight costs.

In the domestic market, the demand for structural timber continued to improve alongside the gradual recovery in residential construction activity. Building consents remained ahead of the corresponding period in 2025, providing support to domestic log demand. Nevertheless, the overall market outlook remains cautious given continued weakness in the Chinese property sector, elevated transportation costs and ongoing volatility in fuel prices and foreign exchange rates.



MANAGEMENT DISCUSSION AND ANALYSIS

Outlook

Looking ahead, the Group expects forestry market conditions to remain challenging in the near term, with elevated shipping and operating costs continuing to put pressure on margins.

The Group will continue to manage its existing New Zealand operations prudently and selectively evaluate additional forest cutting-right opportunities. The Group will also continue to explore suitable forestry investment opportunities within the Asia-Pacific region.

The Group will maintain a disciplined approach to capital deployment, with a focus on opportunities that offer sustainable returns and are consistent with the Group's long-term development strategy.



MANAGEMENT DISCUSSION AND ANALYSIS

CHARGE ON ASSETS

As at 31 December 2025, the Group's bank loan facilities were secured by:

- (i) all the present and after-acquired property (the "Personal Property") of certain indirect wholly-owned subsidiaries of the Company (the "Selected Group Companies"); and
- (ii) a fixed charge over:
 - (a) the Group's forestry land (located in New Zealand) with carrying amount of approximately HK\$190,521,000 ("Forestry Land");
 - (b) the Group's plantation forest assets (located in New Zealand) with carrying amount of approximately HK\$329,180,000 and all other estates and interests in the Forestry Land and all buildings, structures and fixtures on the Forestry Land;
 - (c) all other present and after-acquired property that is not Personal Property of the Selected Group Companies; and
 - (d) the Group's pledged bank deposit with carrying amount of approximately HK\$2,246,000.

On 30 January 2026, the Group repaid the bank borrowing following the completion of the very substantial disposal of plantation forest assets and related property, plant and equipment located in New Zealand on the same date. The related pledge of or restrictions on assets were released on the same date.

As at 30 June 2026, the pledged bank deposit of HK\$1,329,000 represented deposit made for a period of more than three months but less than one year as a security for a general bank facility granted to the Group as at 30 June 2026.



MANAGEMENT DISCUSSION AND ANALYSIS

CAPITAL STRUCTURE

Rights issue

During the year ended 31 December 2025, the Company issued 927,495,528 rights shares at the subscription price of HK\$0.0363 per rights share on the basis of one rights share for every two existing shares. The closing price of the shares as quoted on the Stock Exchange of Hong Kong Limited on 10 June 2025, being the date on which the terms of the rights issue were fixed, was HK\$0.040 per share. The subscription price of HK\$0.0363 per rights share represents a discount of approximately 9.25% to such market price. The gross proceeds from the rights issue were approximately HK\$33,668,000, and the net proceeds from the rights issue after deducting all relevant expenses in relation to the rights issue were approximately HK\$31,667,000.

The Company intended to apply the net proceeds raised from the rights issue as to (i) approximately 74% of net proceeds for the Group's New Zealand division to support ongoing operations, particularly in relation to the realization of existing cutting rights; and (ii) approximately 26% for the Group's corporate-level overhead expenses, including compliance, regulatory, and administrative costs necessary to maintain the Company's status as a listed entity.

During the Period, the net proceeds from rights issue were applied as follows:

	Unutilised net proceeds as at 1 January 2026 HK\$'000	Actual amount utilised during the Period HK\$'000	Unutilised net proceeds as at 30 June 2026 HK\$'000
Use of net proceeds			
New Zealand division to support ongoing operations	2,590	2,590	–
Group's corporate-level overhead expenses	617	617	–
Total	3,207	3,207	–

As at 30 June 2026, all net proceeds from rights issue were fully utilised in accordance with the original purpose disclosed.

Further details are set out in the Company's announcements dated 10 June 2025, 12 June 2025, 24 July 2025 and 11 August 2025 and the prospectus of rights issue dated 7 July 2025.



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS ACQUISITION AND DISPOSAL

Suriname disposal

On 28 March 2025, the Group entered into a master sale and purchase agreement with an independent third party to dispose of the entire equity interests of 15 indirectly wholly-owned subsidiaries and 60% equity interest of an indirectly owned subsidiary of the Company in Suriname. These disposed subsidiaries in Suriname recorded losses for each of the years ended 31 December 2022, 2023 and 2024 and, consequently, suffered from a significant decline in asset value over the years, and each carried net liabilities. The proceeds from the disposal were insignificant. For further details, please refer to note 11 to the unaudited condensed consolidated interim financial statements.

Mangakahia Forest and Ormond Valley Forest disposal

On 29 August 2025, Greenheart Mangakahia Forest Land Limited and Greenheart Papakorakora Forest NZ Limited, each being an indirect wholly-owned subsidiary of the Company, and the Company entered into the agreement for sale and purchase of real estate (the "SPA 1") with Ingka Investments Forest Assets NZ Limited, an independent third party, in relation to the disposal of 78 parcels of land located in the Mangakahia Forest, Northland region of New Zealand (the "Sale Assets 1") and a parcel of land located in the Ormond Valley, Gisborne region of New Zealand (the "Sale Assets 2").

On the same date, Greenheart Mangakahia Forest Māori Land Limited, being an indirect wholly-owned subsidiary of the Company, and the Company entered into the agreement for sale and purchase of real estate (the "SPA 2") with Ingka Investments Forest Assets NZ Limited, an independent third party, in relation to the disposal of a parcel of land located in the Mangakahia Forest, Northland region of New Zealand (the "Sale Assets 3").

The SPA 1 and the SPA 2 were approved by the shareholders of the Company at the special general meeting held on 24 November 2025.

On 30 January 2026, the disposal of the Sale Assets 1 and the Sale Assets 2 was completed and the Group received cash consideration of NZ\$133,470,000 (equivalent to HK\$626,824,000).

As at 30 June 2026, the disposal of the Sale Assets 3 was not yet completed.



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS ACQUISITION AND DISPOSAL (continued)

Mangakahia Forest and Ormond Valley Forest disposal (continued)

Use of net proceeds from the disposal

The Company intended to apply the net proceeds from the disposal as to (i) approximately 41% of net proceeds for the acquisition of additional cutting rights and conducting feasibility studies and assessments of other potential investment opportunities in different regions; (ii) approximately 46% of net proceeds for the repayment of the obligations from the interest-bearing revolving facilities and the interest-bearing term loan facilities; (iii) approximately 8% of the net proceeds for the general working capital; and (iv) approximately 5% of the net proceeds for the distribution of special dividend.

As at 30 June 2026, the net proceeds of NZ\$125,755,000 (equivalent to HK\$590,593,000) were received and applied as follows:

	Proposed use of net proceeds as disclosed in the circular HK\$'000	Actual amount utilised during the six months ended 30 June 2026 HK\$'000	Unutilised net proceeds as at 30 June 2026 HK\$'000
Use of net proceeds			
Acquisition of additional cutting rights and conducting feasibility studies and assessment of other potential investment opportunities	240,000	–	240,000
Repayment of the obligations from interest-bearing revolving facilities and interest-bearing term loan facilities	264,684	60,806	203,878
General working capital	58,084	24,582	33,502
Special dividend	27,825	27,825	–
Total	590,593	113,213	477,380



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS ACQUISITION AND DISPOSAL (continued)

Mangakahia Forest and Ormond Valley Forest disposal (continued)

Further details are set out in (i) the Company's announcements dated 10 September 2025, 30 September 2025, 19 December 2025 and 2 February 2026; (ii) the circular of the Company dated 7 November 2025; and (iii) the poll results announcement of the Company for the special general meeting dated 24 November 2025. For further details, please refer to note 13 to the unaudited condensed consolidated interim financial statements.

Save as disclosed above, the Group had no other material business acquisitions or disposals during the Period.

DIVIDENDS

Special Dividend

During the year ended 31 December 2025, the Company announced that the Board intended to declare a special dividend of HK\$0.01 per share to the shareholders of the Company subject to the fulfillment of special dividend conditions and the details are set out in the announcement of the Company dated 10 September 2025 and the circular of the Company dated 7 November 2025.

An ordinary resolution was duly passed by the shareholders by way of poll at the special general meeting held on 24 November 2025 to approve the declaration and payment of the special cash dividend of HK\$0.01 per share subject to the fulfillment of the special dividend conditions stated in the circular of the Company dated 7 November 2025. The special dividend was distributed to shareholders on 17 March 2026.

There is no arrangement that a shareholder has waived or agreed to waive any dividend.

Interim Dividend

The Board has resolved not to recommend any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).



MANAGEMENT DISCUSSION AND ANALYSIS

CAPITAL EXPENDITURE

During the Period, the Group incurred capital expenditure of approximately HK\$87,000 (year ended 31 December 2025: HK\$760,000) on investment in property, plant and equipment.

CONTINGENT LIABILITIES

As at 30 June 2026 and 31 December 2025, the Group did not have any significant contingent liabilities.

EVENTS AFTER THE END OF THE REPORTING PERIOD

Details of the significant events after the end of the reporting period of the Group are set out in note 24 to the unaudited condensed consolidated interim financial statements.

EMPLOYMENT AND REMUNERATION POLICY

As at 30 June 2026, the total number of employees of the Group was 19 (31 December 2025: 20) with employment costs (including Directors' emoluments) amounted to approximately HK\$13,046,000 for the six months ended 30 June 2026 (30 June 2025: HK\$10,756,000). Remuneration of employees includes salary and discretionary bonus, based on the Group's results and individual performance. Medical and retirement benefits schemes are made available to all levels of personnel.



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		For the six months ended 30 June	
	Notes	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations			
Revenue	4	19,031	20,632
Cost of sales and services		(16,884)	(18,699)
Gross profit		2,147	1,933
Other income	6	5,503	521
Other gains and losses	6	25,714	(1,959)
Impairment losses recognised on trade receivables	16	(25)	(101)
Fair value (loss) gain on plantation forest assets	14	(9,111)	22,727
Share of loss of an associate		(25)	(7)
Selling and distribution costs		(2,786)	(2,775)
Administrative expenses		(24,922)	(15,798)
Finance costs	7	(10,409)	(9,708)
LOSS BEFORE TAX	8	(13,914)	(5,167)
Income tax credit (expense)	9	2,086	(4,054)
LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS		(11,828)	(9,221)
Discontinued operation			
Profit (loss) for the period from discontinued operation	11	109	(88,377)
LOSS FOR THE PERIOD		(11,719)	(97,598)



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
OTHER COMPREHENSIVE (EXPENSE) INCOME		
Item that may be reclassified subsequently to profit or loss		
Exchange differences arising on translation of foreign operations	(310)	22,938
OTHER COMPREHENSIVE (EXPENSE) INCOME FOR THE PERIOD	(310)	22,938
TOTAL COMPREHENSIVE EXPENSE FOR THE PERIOD	(12,029)	(74,660)
(LOSS) PROFIT FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY		
From continuing operations	(4,437)	(8,490)
From discontinued operation	58	(113,301)
	(4,379)	(121,791)
(LOSS) PROFIT FOR THE PERIOD ATTRIBUTABLE TO NON-CONTROLLING INTERESTS		
From continuing operations	(7,391)	(731)
From discontinued operation	51	24,924
	(7,340)	24,193
	(11,719)	(97,598)



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		For the six months ended 30 June	
	Note	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
TOTAL COMPREHENSIVE (EXPENSE) INCOME FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY			
From continuing operations		(4,747)	14,448
From discontinued operation		58	(113,301)
		(4,689)	(98,853)
TOTAL COMPREHENSIVE (EXPENSE) INCOME FOR THE PERIOD ATTRIBUTABLE TO NON-CONTROLLING INTERESTS			
From continuing operations		(7,391)	(731)
From discontinued operation		51	24,924
		(7,340)	24,193
		(12,029)	(74,660)
LOSS PER SHARE:			
From continuing and discontinued operations			
Basic	12	HK\$(0.002)	HK\$(0.059)
From continuing operations			
Basic	12	HK\$(0.002)	HK\$(0.004)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
	Notes		
NON-CURRENT ASSETS			
Property, plant and equipment		3,729	3,750
Right-of-use assets		10,771	12,003
Goodwill		5,651	5,651
Plantation forest assets	14	29,235	39,891
Prepayments, deposits and other assets		–	349
Interest in an associate		1,470	1,441
		50,856	63,085
CURRENT ASSETS			
Inventories		992	–
Trade receivables	15	8,992	5,272
Prepayments, deposits and other assets		5,357	4,675
Amount due from a fellow subsidiary	21(b)	379	373
Tax recoverable		108	69
Pledged bank deposit	17	1,329	–
Non-pledged bank deposit		2,214	–
Bank balances and cash		520,121	39,846
		539,492	50,235
Assets classified as held for sale	13	2,892	572,536
		542,384	622,771



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
	Notes		
CURRENT LIABILITIES			
Trade payables	18	11,996	9,024
Other payables and accruals		4,543	6,660
Lease liabilities		2,024	2,141
Loans from immediate holding company	21(a)(i)	221,489	—
Loans from a fellow subsidiary	21(a)(ii)	157,103	189,667
		397,155	207,492
Liabilities directly associated with assets classified as held for sale	13	—	22,456
		397,155	229,948
NET CURRENT ASSETS		145,229	392,823
TOTAL ASSETS LESS CURRENT LIABILITIES		196,085	455,908



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
	Notes		
NON-CURRENT LIABILITIES			
Lease liabilities		9,732	10,597
Loans from immediate holding company	21(a)(i)	–	217,992
Loans from a fellow subsidiary	21(a)(ii)	36,908	35,794
Deferred tax liabilities		3,946	6,172
		50,586	270,555
NET ASSETS		145,499	185,353
CAPITAL AND RESERVES			
Equity attributable to owners of the Company			
Share capital		27,825	27,825
Reserves		527,826	560,340
		555,651	588,165
Non-controlling interests		(410,152)	(402,812)
TOTAL EQUITY		145,499	185,353



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the Company										Total equity HK\$'000
	Share capital HK\$'000	Share premium account HK\$'000	Contributed surplus HK\$'000	Capital reserve HK\$'000	Land revaluation reserve HK\$'000	Merger reserve HK\$'000	Translation reserve HK\$'000	Accumulated losses HK\$'000	Sub-total HK\$'000	Non-controlling interests HK\$'000	
At 1 January 2026 (audited)	27,825	2,114,049	83,274	846	132,657	265	(26,493)	(1,744,258)	588,165	(402,812)	185,353
Loss for the Period	-	-	-	-	-	-	-	(4,379)	(4,379)	(7,340)	(11,719)
Other comprehensive expense for the Period:											
Exchange differences arising on translation of foreign operations	-	-	-	-	-	-	(310)	-	(310)	-	(310)
Total comprehensive expense for the Period	-	-	-	-	-	-	(310)	(4,379)	(4,689)	(7,340)	(12,029)
Disposal of land (note 13)	-	-	-	-	(131,986)	-	-	131,986	-	-	-
Special dividend (note 10)	-	-	(27,825)	-	-	-	-	-	(27,825)	-	(27,825)
At 30 June 2026 (unaudited)	27,825	2,114,049	55,449	846	671	265	(26,803)	(1,616,651)	555,651	(410,152)	145,499
At 1 January 2025 (audited)	18,550	2,091,657	83,274	846	76,351	265	(33,582)	(1,636,140)	601,221	(511,003)	90,218
Loss for the period	-	-	-	-	-	-	-	(121,791)	(121,791)	24,193	(97,598)
Other comprehensive income for the period:											
Exchange differences arising on translation of foreign operations	-	-	-	-	-	-	22,938	-	22,938	-	22,938
Total comprehensive income (expense) for the period	-	-	-	-	-	-	22,938	(121,791)	(98,853)	24,193	(74,660)
Disposal of subsidiaries (note 11)	-	-	-	-	-	-	-	-	-	83,964	83,964
At 30 June 2025 (unaudited)	18,550	2,091,657	83,274	846	76,351	265	(10,644)	(1,757,931)	502,368	(402,846)	99,522



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
NET CASH USED IN OPERATING ACTIVITIES	(21,345)	(9,353)
NET CASH FROM (USED IN) INVESTING ACTIVITIES	592,329	(2,076)
NET CASH USED IN (FROM) FINANCING ACTIVITIES	(90,198)	11,236
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	480,786	(193)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	39,846	19,508
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	(511)	2,844
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	520,121	22,159
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances and cash	520,121	22,159



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Greenheart Group Limited (the “Company”) is a public limited company incorporated in Bermuda and its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). Its parent is Newforest Limited, a company incorporated in the Cayman Islands and its ultimate parent is Chow Tai Fook Capital Limited, a company incorporated in the British Virgin Islands. The addresses of the registered office and principal place of business of the Company are disclosed in the corporate information to the interim report.

The unaudited condensed consolidated interim financial statements are presented in Hong Kong dollars (“HK\$”), which is different from the functional currency of the Company, United States dollars (“US\$”). The Company is a public company with principal place of business in Hong Kong with its shares listed on the Stock Exchange, where most of its investors are located and therefore, the directors of the Company (the “Directors”) consider that HK\$ is preferable in presenting the operating results and financial position of the Company and its subsidiaries (collectively referred to as the “Group”).

2. BASIS OF PREPARATION

These unaudited condensed consolidated interim financial statements have been prepared in accordance with HKAS 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

3. ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial statements have been prepared on the historical cost basis except for forestry land under assets classified as held for sale and plantation forest assets that are measured at fair values less costs to sell at the end of each reporting period.

Other than additional accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the unaudited condensed consolidated interim financial statements for the six months ended 30 June 2026 are the same as those presented in the Group’s annual consolidated financial statements for the year ended 31 December 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

3. ACCOUNTING POLICIES (continued)

Application of amendments to HKFRS Accounting Standards

In the current Period, the Group has, for the first time, applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, which are mandatorily effective for the Group's annual periods beginning on 1 January 2026 for the preparation of the Group's unaudited condensed consolidated interim financial statements:

Amendments to HKFRS 9 and HKFRS 7	<i>Amendments to Classification and Measurement of Financial Instruments</i>
Amendments to HKFRS 9 and HKFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i>
Amendments to HKFRS Accounting Standards	<i>Annual Improvements to HKFRS Accounting Standards – Volume 11</i>

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

4. REVENUE

(i) Disaggregation of revenue from contracts with customers

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Types of goods or services		
Sales of logs	15,810	18,092
Forest management fee	3,221	2,540
Total revenue from contracts with customers	19,031	20,632
Timing of revenue recognition		
A point in time	15,810	18,092
Over time	3,221	2,540
Total	19,031	20,632



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4. REVENUE (continued)

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

Geographical markets

Information about the Group's revenue from external customers is presented based on the location of customers with reference to the billing address, regardless of the destination of the shipment:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
New Zealand*	19,031	20,632

* The revenue from customers located in New Zealand mainly related to sales under free on board terms with destinations in Mainland China, sales to domestic customers and forest management fee in New Zealand.

(ii) Performance obligations for contracts with customers

Sales of logs

The Group sells logs to the domestic customers in New Zealand and overseas customers. Revenue from domestic customers is recognised at a point in time when control of the goods has been transferred at an agreed location. For overseas sales, revenue is recognised at a point in time when control of the goods has been transferred to the customers, when the goods have been delivered to port of discharge or the loading port to which the related shipping is arranged by the customers. Any shipping and handling activities before the customer obtains control of goods are considered as fulfilment activities and are not regarded as a separate performance obligation. Significant payment terms are disclosed in note 15.

Sales-related warranties associated with logs cannot be purchased separately and they serve as an assurance that the products sold comply with agreed-upon specifications.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

4. REVENUE (continued)

(ii) Performance obligations for contracts with customers (continued)

Forest management fee

The Group provides forest management services to customers. Such services are recognised as a performance obligation satisfied over time as the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs. The Group bills a predetermined rate for services provided on a regular basis and recognises as revenue in the amount to which the Group has a right to invoice, which approximates the value of performance completed in accordance with output method.

5. OPERATING SEGMENT

The Group manages its businesses by geographical location, and the chief operating decision makers (i.e. the key management of the Group (the "Management")) also review the segment information by such category to allocate resources to segments and to assess their performance. The Group has presented the following operating and reportable segment:

New Zealand: Softwood plantation management, log harvesting, marketing, sale and trading of logs and provision of forest management services

No operating segment has been aggregated in arriving at the reportable segments of the Group.

Segment performance is evaluated by the Management based on reportable segment Adjusted EBITDA, which is a measure of profit (loss) before tax and excluding finance costs, interest income and other non-cash items comprising depreciation, forest depletion cost as a result of harvesting, amortisation, fair value gain (loss) on plantation forest assets, impairment losses and gain on Disposal. In addition, the Management also reviews the abovementioned non-cash items, finance costs, interest income, earnings before interest, taxes, depreciation and amortisation ("EBITDA") and profit (loss) before tax for each reportable segment.

Details of geographical segment information of the Group's revenue from continuing operations are disclosed in note 4.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5. OPERATING SEGMENT (continued)

Segment revenue and results

The following table presents revenue, results and other information regarding the Group's operating segment for the period:

For the six months ended 30 June 2026

Continuing operations

	New Zealand (Unaudited) HK\$'000	Unallocated corporate items (Unaudited) HK\$'000	Consolidated total (Unaudited) HK\$'000
SEGMENT REVENUE – EXTERNAL	19,031	–	19,031
SEGMENT RESULTS (“Adjusted EBITDA”)	(12,361)	(9,993)	(22,354)
Reconciliation of the segment results:			
Items other than finance costs, income tax credit, forest depletion cost as a result of harvesting, depreciation and amortisation			
Fair value loss on plantation forest assets	(9,111)	–	(9,111)
Gain on Disposal	26,750	–	26,750
Interest income	1,516	3,960	5,476
Impairment losses recognised on trade receivables	(25)	–	(25)
EBITDA	6,769	(6,033)	736
Finance costs	(5,740)	(4,669)	(10,409)
Forest depletion cost as a result of harvesting*	(2,083)	–	(2,083)
Depreciation	(722)	(610)	(1,332)
Harvest roading costs*	(826)	–	(826)
LOSS BEFORE TAX	(2,602)	(11,312)	(13,914)

* Included in “Cost of sales and services” in the unaudited condensed consolidated statement of profit or loss and other comprehensive income.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5. OPERATING SEGMENT (continued)

Segment revenue and results (continued)

For the six months ended 30 June 2025

Continuing operations

	New Zealand (Unaudited) HK\$'000	Unallocated corporate items (Unaudited) HK\$'000	Consolidated total (Unaudited) HK\$'000
SEGMENT REVENUE – EXTERNAL	20,632	–	20,632
SEGMENT RESULTS (“Adjusted EBITDA”)	(5,005)	(6,882)	(11,887)
Reconciliation of the segment results:			
Items other than finance costs, income tax expense, forest depletion cost as a result of harvesting, depreciation and amortisation			
Fair value gain on plantation forest assets	22,727	–	22,727
Interest income	395	12	407
Impairment losses recognised on trade receivables	(101)	–	(101)
EBITDA	18,016	(6,870)	11,146
Finance costs	(7,081)	(2,627)	(9,708)
Forest depletion cost as a result of harvesting*	(2,155)	–	(2,155)
Depreciation	(2,994)	(606)	(3,600)
Harvest roading costs*	(850)	–	(850)
PROFIT (LOSS) BEFORE TAX	4,936	(10,103)	(5,167)

* Included in “Cost of sales and services” in the unaudited condensed consolidated statement of profit or loss and other comprehensive income.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

5. OPERATING SEGMENT (continued)

Information about major customers

During the six months ended 30 June 2026, the Group had transactions with one (2025: one) customer who individually contributed over 10% of the Group's total revenue from continuing operations. A summary of revenue earned from this major customer is set out below:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Customer 1	13,511	13,358

6. OTHER INCOME, GAINS AND LOSSES

Other income:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Bank and other interest income	5,476	407
Others	27	114
	5,503	521



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

6. OTHER INCOME, GAINS AND LOSSES (continued)

Other gains and losses:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Gain on Disposal	26,750	—
Exchange loss	(1,036)	(1,959)
	25,714	(1,959)

7. FINANCE COSTS

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Interest on loans from immediate holding company	3,497	1,846
Interest on loans from a fellow subsidiary	6,376	6,669
Interest on lease liabilities	441	499
Interest on bank borrowing	95	694
	10,409	9,708



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

8. LOSS BEFORE TAX

The Group's loss before tax for the Period from continuing operations has been arrived at after charging:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Forest harvested as agricultural produce (note 14)	2,245	2,027
Amount capitalised in closing inventories	(162)	(232)
Amount released from opening inventories	–	360
Forest depletion cost as a result of harvesting*	2,083	2,155

* Included in "Cost of sales and services" in the unaudited condensed consolidated statement of profit or loss and other comprehensive income.

9. INCOME TAX (CREDIT) EXPENSE

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Withholding tax	107	–
Deferred tax	(2,193)	4,054
	(2,086)	4,054



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

9. INCOME TAX (CREDIT) EXPENSE (continued)

The Group is operating in certain jurisdictions where the Global Anti-base Erosion Rules ("Pillar Two Rules") are effective. However, as the Group's consolidated annual revenue is not expected to be 750,000,000 euros or more in the consolidated financial statements in at least two of the four fiscal years immediately preceding the tested fiscal year, the Management of the Group considers the Group is not liable to top-up tax under the Pillar Two Rules.

No provision for Hong Kong profits tax has been made for the six months ended 30 June 2026 and 2025 as the Group did not generate any assessable profits arising in Hong Kong.

Subsidiaries established in New Zealand are subject to the relevant tax rules and regulations of New Zealand at the statutory tax rate of 28% (2025: 28%).

10. DIVIDENDS

Special Dividend

During the year ended 31 December 2025, a special dividend of HK\$0.01 per ordinary share totalling HK\$27,824,866, based on 2,782,486,584 ordinary shares, had been proposed by the Board and approved by the shareholders of the Company at the special general meeting on 24 November 2025, subject to the completion of the disposal of the 78 parcels of land located in the Mangakahia Forest, Northland region of New Zealand (the "Sale Assets 1") and a parcel of land located in the Ormond Valley, Gisborne region of New Zealand (the "Sale Assets 2").

On 2 February 2026, the Board announced the distribution of such dividend on 17 March 2026 as the disposal of the Sale Assets 1 and the Sale Assets 2 in New Zealand was completed on 30 January 2026. On 17 March 2026, the special dividend was paid to the eligible ordinary shareholders of the Company.

There is no arrangement that a shareholder has waived or agreed to waive any dividend.

Interim Dividend

Save as disclosed above, the Board does not declare an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

11. DISCONTINUED OPERATION

The Suriname operation recorded negative results for each of the years ended 31 December 2022, 2023 and 2024 and, consequently, suffered from a significant decline in asset value over the years, despite continuous management efforts to improve its operations and results. To improve the financial sustainability and enable the Management to focus resources on the Group's other businesses, the Group disposed of the majority of its loss-making subsidiaries in Suriname during the six months ended 30 June 2025.

On 28 March 2025, the Group entered into a master sale and purchase agreement with an independent third party to dispose of 100% equity interests of 15 subsidiaries and 60% equity interest of a subsidiary in Suriname. The Group's Suriname operation is treated as discontinued operation. The disposal was completed on 28 March 2025, on which date the control of the majority of its loss-making subsidiaries in Suriname passed to the acquirer.

The profit (loss) for the period from the discontinued Suriname operation is set out below:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Profit (loss) of Suriname operation for the period	109	(5,871)
Loss on disposal of Suriname operation	–	(82,506)
	109	(88,377)



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

11. DISCONTINUED OPERATION (continued)

The results of the Suriname operation for the period, which have been included in the unaudited condensed consolidated statement of profit or loss and other comprehensive income were as follows:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Revenue		
Contracts with customers – sales of logs and timber products	–	926
Leases – subcontracting fee income	–	631
Total revenue	–	1,557
Cost of sales	–	(3,932)
Gross loss	–	(2,375)
Other income	109	74
Selling and distribution costs	–	(373)
Administrative expenses	–	(1,371)
Finance costs	–	(1,826)
Profit (loss) before tax	109	(5,871)
Income tax credit	–	–
Profit (loss) for the period	109	(5,871)

The Group's profit (loss) before tax of the discontinued operation has been arrived at after charging:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Depreciation of property, plant and equipment	–	142
Depreciation of right-of-use assets	–	83
Net write-down of inventories	–	344



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

11. DISCONTINUED OPERATION (continued)

The net liabilities of these subsidiaries at the date of disposal were as follows:

	2025 (Unaudited) HK\$'000
Analysis of assets and liabilities over which control was lost:	
Property, plant and equipment	6,540
Right-of-use assets	7,647
Inventories	1,590
Trade receivables	498
Prepayment, deposits and other assets	3,501
Bank balances and cash	99
Trade payables	(1,790)
Other payables and accruals	(19,473)
Tax payables	(70)
Net liabilities disposed of	(1,458)
Consideration received:	
Cash received (US\$1)	—
(Gain) loss on disposal of subsidiaries:	
Consideration received (US\$1)	—
Net liabilities disposed of	(1,458)
Non-controlling interests	83,964
Loss on disposal	82,506
Net cash outflows arising on disposal:	
Consideration received (US\$1)	—
Less: cash and cash equivalent disposed of	(99)
	(99)



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

12. LOSS PER SHARE

From continuing and discontinued operations

The calculation of the basic loss per share from continuing and discontinued operations attributable to the owners of the Company is based on the following data:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Loss for the period attributable to owners of the Company for the purposes of basic loss per share	(4,379)	(121,791)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic loss per share	2,782,486,584	2,072,688,531

No diluted loss per share is presented as there were no potential ordinary shares in issue for the current and prior periods.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

12. LOSS PER SHARE (continued)

From continuing operations

The calculation of the basic loss per share from continuing operations attributable to the owners of the Company is based on the following data:

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Loss figures are calculated as follows:		
Loss for the period attributable to owners of the Company	(4,379)	(121,791)
Less: profit (loss) for the period from discontinued operation attributable to owners of the Company	(58)	113,301
Loss for the period attributable to owners of the Company for the purposes of basic loss per share from continuing operations	(4,437)	(8,490)

The denominators used are the same as those detailed above for basic loss per share from continuing and discontinued operations.

No diluted loss per share is presented as there were no potential ordinary shares in issue for the current and prior periods.

From discontinued operation

Basic loss per share from discontinued operation is HK\$0.000 per share (six months ended 30 June 2025: HK\$0.055 per share) based on the profit for the period from discontinued operation of HK\$58,000 (six months ended 30 June 2025: loss of HK\$113,301,000) and the denominators detailed above for basic loss per share from continuing and discontinued operations.

No diluted loss per share is presented as there were no potential ordinary shares in issue for the current and prior periods.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

13. ASSETS CLASSIFIED AS HELD FOR SALE AND LIABILITIES DIRECTLY ASSOCIATED WITH ASSETS CLASSIFIED AS HELD FOR SALE

On 29 August 2025, Greenheart Mangakahia Forest Land Limited and Greenheart Papakorakora Forest NZ Limited, each being an indirect wholly-owned subsidiary of the Company, and the Company entered into the agreement for sale and purchase of real estate (the “SPA 1”) with Ingka Investments Forest Assets NZ Limited (“Ingka”), an independent third party, in relation to the disposal of the Sale Assets 1 and the Sale Assets 2 (the “Disposal”).

On the same date, Greenheart Mangakahia Forest Māori Land Limited, being an indirect wholly-owned subsidiary of the Company, and the Company entered into the agreement for sale and purchase of real estate (the “SPA 2”) with Ingka, in relation to the disposal of a parcel of land located in the Mangakahia Forest, Northland region of New Zealand (the “Sale Assets 3”).

The SPA 1 and the SPA 2 were approved by the shareholders of the Company at the special general meeting (the “SGM”) held on 24 November 2025.

On 30 January 2026, the disposal of the Sale Assets 1 and the Sale Assets 2 was completed and the Group received cash consideration of NZ\$133,470,000 (equivalent to HK\$626,824,000).

Further details are set out in (i) the Company’s announcements dated 10 September 2025, 30 September 2025, 19 December 2025 and 2 February 2026; (ii) the circular of the Company dated 7 November 2025; and (iii) the poll results announcement of the Company for the SGM dated 24 November 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

13. ASSETS CLASSIFIED AS HELD FOR SALE AND LIABILITIES DIRECTLY ASSOCIATED WITH ASSETS CLASSIFIED AS HELD FOR SALE (continued)

As at 30 June 2026, the disposal of the Sale Assets 3 (31 December 2025: the Sale Assets 1, the Sale Assets 2 and the Sale Assets 3) was not yet completed and the assets and liabilities of the related assets, which are expected to be sold within twelve months, have been classified as assets and liabilities directly associated with assets held for sale and are presented separately in the condensed consolidated statement of financial position, are as follows:

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Property, plant and equipment	966	281,001
Plantation forest assets (note 14)	1,926	289,289
Pledged bank deposit (note 17)	–	2,246
Assets classified as held for sale	2,892	572,536
Bank borrowing (note 19)	–	22,456
Liabilities directly associated with assets classified as held for sale	–	22,456

The net proceeds of disposal are expected to exceed the net carrying amount of the relevant assets and liabilities and accordingly, no further impairment loss has been recognised.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Net carrying amount at beginning of the Period/year	39,891	295,750
Additions	700	2,334
Harvested as agricultural produce (logs) (note 8)	(2,245)	(4,258)
Changes in fair value less costs to sell (recognised in profit or loss)	(9,111)	35,354
Transfer out of Level 3 and transfer to assets classified as held for sales (note 13)	-	(289,289)
Net carrying amount at end of the Period/year	29,235	39,891

The Group currently owns certain plantation forest assets in New Zealand, on the land either owned or leased by the Group, which are mainly radiata pine trees.

For the radiata pine plantation forest assets in the Northland region of New Zealand (the "Mangakahia Forest") owned by the Group, the total freehold title land base was 66 hectares (31 December 2025: 12,630 hectares), of which 51 hectares (31 December 2025: 10,600 hectares) was productive area as at 30 June 2026. All the productive area was owned by the Group as freehold, except for approximately 66 hectares (31 December 2025: 66 hectares) which are subject to the restrictions as set out in relevant New Zealand regulations. As disclosed in note 13, the relevant freehold land was classified as assets classified as held for sale as at 31 December 2025 and 30 June 2026.

As at 30 June 2026, the Group owned radiata pine plantation forests in New Zealand with aggregate land area of 2,661 hectares (31 December 2025: 15,306 hectares), including aggregate land area of 66 hectares (31 December 2025: 12,711 hectares) classified as held for sale.

During the six months ended 30 June 2026, the Group harvested a total of approximately 30,000 m³ (2025: 29,000 m³) from the Group's plantation forest assets.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

As at 30 June 2026, the Group has mature biological assets (radiata pines aged 20 years or above) of 722 hectares (31 December 2025: 895 hectares) and immature biological assets (radiata pines aged below 20 years) of 1,792 hectares (31 December 2025: 11,462 hectares), including mature biological assets (radiata pines aged 20 years or above) of nil hectares (31 December 2025: 170 hectares) and immature biological assets (radiata pines aged below 20 years) of 51 hectares (31 December 2025: 9,782 hectares) under assets classified as held for sale.

The harvested area of the Group's existing plantation forest assets up to 30 June 2026 is 1,137 hectares (31 December 2025: 1,071 hectares).

All the Group's plantation forest assets (excluding the relevant forestry land) in New Zealand are regarded as consumable biological assets which are measured at fair value less costs to sell at the end of each reporting period in accordance with HKAS 41 *Agriculture*. Except for plantation forest assets under assets classified as held for sale, these assets were independently valued by Indufor Asia Pacific Limited ("Indufor") as at 30 June 2026 and 31 December 2025. The valuers involved in this valuation are registered members of the New Zealand Institute of Forestry. In the opinion of the Directors, Indufor is independent and competent to determine the fair value of the Group's plantation forest assets.

In determining the fair value of the plantation forest assets, except for those under assets classified as held for sale as at 30 June 2026 and 31 December 2025, Indufor has applied income approach according to HKFRS 13. The methodologies require the use of key assumptions and estimates in determining the fair value of the plantation forest assets. Indufor and the Management review these assumptions and estimates periodically to identify any significant changes in the fair value.

On 29 August 2025, the Group entered into agreements to sell the forestry land and related assets in New Zealand to a third party for total cash consideration of NZ\$134,150,000 (equivalent to HK\$602,500,000). Therefore, the plantation forest assets were classified as "assets classified as held for sale" and were presented separately as current assets in the consolidated statement of financial position as at 31 December 2025. Accordingly, the fair value of the plantation forest assets was determined to be HK\$289,289,000 as at 31 December 2025, based on an allocation of the sales price agreed upon with the counterparty. As a result, the fair value hierarchy for the plantation forest assets was transferred from Level 3 to Level 2 as at 31 December 2025.

During the Period, there were no transfers of fair value measurements into or out of Level 3 and Level 2.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

The fair value under Level 3 of the fair value hierarchy is estimated using a discounted cash flow method. This method involves the projection of a series of cash flows on an asset of interest. A market-derived discount rate is applied to the projected cash flow in order to establish the present value of the income stream associated with the asset.

The duration of the cash flows and the specific timing of inflows and outflows are determined by events such as forecast yields across the years. The periodic cash flow is estimated as gross income less production costs, transport costs, land holding costs, forestry management costs and forestry overhead costs. The series of periodic net operating income, along with an estimate of the terminal value anticipated at the end of the projection period, is then discounted back to the present.

The principal assumptions adopted in the discounted cash flow valuation are as follows:

- the cash flows are those arising from the current rotation of trees only. No account was taken of revenues or costs from re-establishment of following harvest, or of land not yet planted;
- the cash flows do not take into account income tax and finance costs; and
- the cash flows have been prepared in real terms and have not therefore included inflationary effects.

The key inputs in the valuation of the plantation forest assets in New Zealand under Level 3 of the fair value hierarchy as at 30 June 2026 and 31 December 2025 comprised of log price projections, discount rate and other unobservable inputs including plantation yield, production costs and transport costs. Below is a quantitative summary of the key and other inputs to the valuation of plantation forest assets under the discounted cash flow technique:

	Range	Average/Applied
As at 30 June 2026		
Unobservable input		
Forecast unit log price at wharf gate (AWG)	US\$67 – 83/m³	US\$75/m³
Yield (m ³ /ha)	327 – 875	453
Production costs	US\$25 – 73/m³	US\$31/m³
Transport costs	US\$18 – 27/m³	US\$25/m³
Discount rate	6.5%	6.5%



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

	Range	Average/Aplied
As at 31 December 2025		
Unobservable input		
Forecast unit log price at wharf gate (AWG)	US\$72 - 86/m ³	US\$78/m ³
Yield (m ³ /ha)	321 - 865	445
Production costs	US\$25 - 89/m ³	US\$31/m ³
Transport costs	US\$19 - 27/m ³	US\$26/m ³
Discount rate	6.5%	6.5%

A real pre-tax discount rate was used in the valuation of the plantation forest assets in New Zealand under Level 3 of the fair value hierarchy as at 30 June 2026 and 31 December 2025, which was determined by reference to discount rates published by public entities and government agencies in New Zealand, weighted average cost of capital analysis, internal rate of return analysis, surveyed opinion of forest valuers' practice and the implied discount rate of forest sales transactions mainly in New Zealand over a period of time.

The quality of the radiata pine is based on three criteria: the forest health, yield and grade mix. A high-level review of the status and general health and quality of the plantation forest assets was performed by the valuers.

The following table demonstrates the sensitivity at the end of the reporting period to a reasonable possible change in production costs, transport costs, log price and discount rate, with all other variables held constant, of the Group's loss before tax (due to changes in the sensitivity factors on the fair value of plantation forest assets (excluding the plantation forest assets classified as held for sale as at 30 June 2026 and 31 December 2025)).



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

For the six months ended 30 June 2026

Change in production costs

If the production costs increase

If the production costs decrease

Increase (decrease) in production costs %	Increase (decrease) in loss before tax HK\$'000
5	5,860
(5)	(5,860)

Change in transport costs

If the transport costs increase

If the transport costs decrease

Increase (decrease) in transport costs %	Increase (decrease) in loss before tax HK\$'000
5	4,637
(5)	(4,637)

Change in log price

If the log price increases

If the log price decreases

Increase (decrease) in log price %	(Decrease) increase in loss before tax HK\$'000
5	(13,574)
(5)	13,574

Change in discount rate

If the discount rate increases

If the discount rate decreases

Increase (decrease) in discount rate %	Increase (decrease) in loss before tax HK\$'000
1	5,044
(1)	(6,789)



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

For the six months ended 30 June 2025

	Increase (decrease) in production costs %	Increase (decrease) in loss before tax HK\$'000
Change in production costs		
If the production costs increase	5	38,107
If the production costs decrease	(5)	(38,107)
	Increase (decrease) in transport costs %	Increase (decrease) in loss before tax HK\$'000
Change in transport costs		
If the transport costs increase	5	21,030
If the transport costs decrease	(5)	(21,030)
	Increase (decrease) in log price %	(Decrease) increase in loss before tax HK\$'000
Change in log price		
If the log price increases	5	(86,852)
If the log price decreases	(5)	86,852
	Increase (decrease) in discount rate %	Increase (decrease) in loss before tax HK\$'000
Change in discount rate		
If the discount rate increases	1	56,606
If the discount rate decreases	(1)	(77,234)



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

14. PLANTATION FOREST ASSETS (continued)

As at 31 December 2025, the Group's plantation forest assets (including those classified as held for sale) with carrying amounts of HK\$329,180,000 were pledged to secure banking facilities granted to the Group (note 19). As at 30 June 2026, none of the Group's plantation forest assets (including those classified as held for sale) were pledged to secure banking facilities granted to the Group.

As at 30 June 2026 and 31 December 2025, the Group has no commitment for the development and acquisition of biological assets.

15. TRADE RECEIVABLES

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Trade receivables – contracts with customers	15,038	11,293
Less: Allowance for credit losses – contracts with customers	(6,046)	(6,021)
Net trade receivables	8,992	5,272

As at 1 January 2025, trade receivables from contracts of customers amounted to HK\$4,498,000.

For contracts with customers, trade receivables are recognised when the Group's products are delivered to customers because the Group's right to consideration is unconditional except for the passage of time from that point. Moreover, the Group receives payment within a short period of time after satisfying its performance obligation under separately determined payment terms. The period from satisfaction of the performance obligation to receipt of full consideration is usually within 90 days.

The Group's trading terms with its customers are mainly on open account with credit terms of 5 days to 30 days. Each open account customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables so as to minimise credit risk. Overdue balances are reviewed regularly by senior management.

The Group does not hold any collateral or other credit enhancements over its trade receivable balances.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

15. TRADE RECEIVABLES (continued)

The following is an aged analysis of trade receivables based on the invoice date and net of impairment at the end of each reporting period:

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Within 1 month	8,985	5,198
From 1 to 3 months	–	74
Over 3 months	7	–
	8,992	5,272

As at 30 June 2026, included in the Group's trade receivable balances were debtors with aggregate carrying amount of HK\$1,060,000 (31 December 2025: HK\$74,000) which were past due as at the reporting date. Out of the past due balances, HK\$7,000 (31 December 2025: HK\$74,000) were past due 30 days or more but are not considered as credit-impaired having regard to the historical repayment from the trade debtors, as well as forward-looking information that is available without undue cost or effort. Over 95% trade receivable balances at 30 June 2026 have been subsequently settled.

16. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL

	For the six months ended 30 June 2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Continuing operations		
Net impairment loss recognised on:		
– trade receivables in respect of goods and services	25	101

The basis of determining the inputs and assumptions and the estimation techniques used in the unaudited condensed consolidated interim financial statements for the Period are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

17. PLEDGED BANK DEPOSIT

As at 30 June 2026, the pledged bank deposit represented deposit made for a period of more than three months but less than one year and pledged to secure a general bank facility granted to the Group as at 30 June 2026.

As at 31 December 2025, the pledged bank deposit (included under assets classified as held for sale (note 13)) represented deposit made for a period of more than three months but less than one year and pledged to secure the bank loan facilities of the Group (note 19) as at 31 December 2025. On 30 January 2026, this pledged bank deposit was released after the Group repaid the bank borrowing following the completion of the disposal of the Sale Assets 1 and Sale Assets 2 in New Zealand on the same date.

18. TRADE PAYABLES

The following is an aged analysis of trade payables presented based on the invoice date.

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Within 1 month	11,888	8,914
From 1 to 3 months	–	–
Over 3 months	108	110
	11,996	9,024

The trade payables are trade in nature, non-interest-bearing and are normally settled on 30-day terms.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

19. BANK BORROWING

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Bank loan, secured	–	22,456
The carrying amount of above borrowing is repayable*: Within one year	–	22,456
	–	22,456
Less: Amount due within one year shown under liabilities directly associated with assets classified as held for sale (note 13)	–	(22,456)
Amount show under non-current liabilities	–	–

* The amount due is based on scheduled repayment dates set out in the loan agreements.

On 30 January 2026, the Group repaid the bank borrowing following the completion of the disposal of the Sale Assets 1 and the Sale Assets 2 in New Zealand on the same date. The related pledge of or restrictions on assets were released on the same date.

As at 31 December 2025, the Group's bank loan facilities from the Bank of New Zealand ("BNZ Loan Facilities") were denominated in New Zealand dollars, bearing interest at the base rate plus 1.35% per annum and repayable on 1 May 2026, which was fully utilised as at 31 December 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

19. BANK BORROWING (continued)

As at 31 December 2025, the BNZ Loan Facilities were secured by:

- (i) all the present and after-acquired property (the "Personal Property") of certain indirectly wholly-owned subsidiaries of the Company (the "Selected Group Companies"); and
- (ii) a fixed charge over:
 - (a) the Group's forestry land (located in New Zealand) with carrying amount of approximately HK\$190,521,000;
 - (b) the Group's plantation forest assets (located in New Zealand) with carrying amount of approximately HK\$329,180,000 (notes 13 and 14) and all other estates and interests in the forestry land and all buildings, structures and fixtures on the forestry land;
 - (c) all other present and after-acquired property that is not Personal Property of the Selected Group Companies; and
 - (d) the Group's pledged bank deposit with carrying amount of approximately HK\$2,246,000 (notes 13 and 17).

The exposure of the Group's bank borrowing was as follows:

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Floating rate	–	22,456



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

20. FINANCIAL INSTRUMENTS BY CATEGORY

	30 June 2026 (Unaudited) HK\$'000	31 December 2025 (Audited) HK\$'000
Financial assets		
Amortised cost	535,179	49,893
Financial liabilities		
Amortised cost	428,224	476,569

21. RELATED PARTY DISCLOSURES

- (a) Other than as disclosed elsewhere in these unaudited condensed consolidated interim financial statements, the Group has the following transactions and balances with related parties:

Relationships	Nature of transactions	Notes	For the six months ended 30 June	
			2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Immediate holding company	Interest expenses paid and payable on loans	(i)	3,497	3,672
Fellow subsidiary	Interest expenses paid and payable on loans	(ii)	6,376	6,669
Fellow subsidiary	Recharge of license fee and administrative expenses received and receivable	(iii)	550	362



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

21. RELATED PARTY DISCLOSURES (continued)

(a) (continued)

Notes:

- (i) The interest expenses were charged based on the Hong Kong Prime Rate on the following loans:
- an unsecured loan with principal amount of HK\$62,400,000 (i.e. US\$8,000,000);
 - an unsecured loan with principal amount of HK\$27,300,000 (i.e. US\$3,500,000);
 - an unsecured loan with principal amount of HK\$23,400,000 (i.e. US\$3,000,000);
 - an unsecured loan with principal amount of HK\$7,106,000 (i.e. US\$911,000);
 - an unsecured loan with principal amount of HK\$6,179,000 (i.e. US\$792,000);
 - an unsecured loan with principal amount of HK\$8,580,000 (i.e. US\$1,100,000); and
 - an unsecured loan with principal amount of HK\$6,084,000 (i.e. US\$780,000).

On 27 May 2025, supplemental letters in relation to above loans were signed with the immediate holding company to further extend the maturity date of these loans from 1 April 2026 to 1 April 2027.

In addition, based on the supplemental letters, the lender shall have the right to demand immediate payment of all the above loans and their outstanding interest in the event of either (a) any change in the beneficial ownership, directly or indirectly, of more than 50% of the voting equity shares of the borrower, a non-wholly-owned subsidiary of the Company, without the lender's prior written consent or (b) after the existing executive and non-executive directors of the Company cease to constitute a majority of the board of directors of the Company, subject to a 30-day re-negotiation period regarding the continuing availability of the loans.

Taking into consideration the agreement from the immediate holding company to do all such acts to maintain the directorship of the existing directors of the Company throughout the relevant loan periods, the loans were classified as non-current as at 31 December 2025.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

21. RELATED PARTY DISCLOSURES (continued)

(a) (continued)

Notes: (continued)

- (ii) The interest expenses were charged on the following loans:
 - (a) an unsecured loan with principal amount of HK\$156,000,000 (i.e. US\$20,000,000) with interest rate based on the 3-month secured overnight financing rate ("SOFR") plus 2.86% per annum, and repayable on 3 November 2026.
 - (b) an unsecured loan with principal amount of HK\$33,618,000 (i.e. US\$4,310,000) with interest rate based on the 1-month SOFR plus 3% per annum, and repayable on 4 August 2027.

On 14 July 2025, a second supplemental agreement was signed with the fellow subsidiary in relation to increase the loan amount from HK\$27,300,000 (i.e. US\$3,500,000) to HK\$35,100,000 (i.e. US\$4,500,000).

Based on the loan agreements, the lender shall have the right to demand immediate payment of all the above loan and its outstanding interest in the event of either (a) any change in the beneficial ownership, directly or indirectly, of more than 50% of the voting equity shares of the borrower, a wholly-owned subsidiary of the Company, without the lender's prior written consent or (b) after the existing executive and non-executive directors of the Company cease to constitute a majority of the board of directors of the Company, subject to a 30-day re-negotiation period regarding the continuing availability of the loan.

Taking into consideration the agreement from the immediate holding company to do all such acts to maintain the directorship of the existing directors of the Company throughout the relevant loan periods, the loan was classified as non-current as at 30 June 2026 and 31 December 2025.

- (iii) The license fee and administrative expenses were recharged to a fellow subsidiary with reference to the actual costs incurred.

(b) Outstanding balances with related parties

The amount due from a fellow subsidiary as at 30 June 2026 and 31 December 2025 was unsecured, interest-free and repayable within one year.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

21. RELATED PARTY DISCLOSURES (continued)

(c) Compensation of key management personnel of the Group

	For the six months ended 30 June	
	2026 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000
Short-term employee benefits	8,672	5,224
Pension scheme contributions	11	16
	8,683	5,240

22. CONTINGENT LIABILITIES

As at 30 June 2026 and 31 December 2025, the Group did not have any significant contingent liabilities.

23. COMPARATIVE AMOUNTS

Certain comparative amounts have been reclassified to conform to the presentation of the current Period.

24. EVENTS AFTER THE REPORTING PERIOD

(a) Provision of Facility by Silver Mount to Greenheart Resources

Silver Mount Group Limited ("Silver Mount"), a wholly-owned subsidiary of the Company, granted a revolving facility ("Facility") since 2008 to Greenheart Resources Holdings Limited ("Greenheart Resources"), a non-wholly-owned subsidiary of the Company, up to a maximum of HK\$400,000,000.

On 29 May 2026, Silver Mount notified Greenheart Resources that it did not intend to extend, renew, roll over, waive or otherwise defer the maturity date of the loans granted under the Facility.

As at 5 August 2026, the outstanding principal balance and accrued interests under the Facility amounted to HK\$396,417,000 and HK\$170,872,000, respectively. Such amounts became due on 4 August 2026 but Greenheart Resources has not made any payments to Silver Mount in respect of such outstanding amounts so far.



NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

24. EVENTS AFTER THE REPORTING PERIOD (continued)

(a) Provision of Facility by Silver Mount to Greenheart Resources (continued)

Accordingly, the non-repayment of the outstanding amounts under the Facility constituted an event of default under the relevant Facility agreement and supplemental agreements.

As at the date of these financial statements, no liquidator has been appointed to Greenheart Resources.

As Greenheart Resources is a non-wholly-owned subsidiary of the Company, the loan between Silver Mount and Greenheart Resources is an intra-group balance from the consolidated financial statements perspective of the Group. The management is in the process of assessing the financial impact on the Group, if any, of the default under the Facility and any subsequent recovery action or possible liquidation process on Greenheart Resources.

Further details are set out in (i) the Company's announcements dated 1 June 2010, 22 November 2010, 4 November 2013, 12 December 2016, 26 January 2018, 15 June 2020, 14 July 2023 and 5 August 2026; and (ii) its circulars dated 30 November 2010, 6 November 2013, 6 January 2017, 15 February 2018, 16 July 2020 and 19 July 2023.

Save as disclosed in other sections of these unaudited condensed consolidated interim financial statements, no significant events occurred subsequent to the end of the reporting period.

25. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved by the Board of Directors on 26 August 2026.



OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2026, none of the Directors or chief executive of the Company had any interests and short positions in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required to notify the Company and the Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or required to notify the Company and the Stock Exchange pursuant to the Model Code (as defined below) as set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the paragraph headed "Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures" above and in the paragraph headed "Share Option Scheme" below, at no time during the Period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any Director or their respective spouses or minor children, or were any such rights exercised by them; or was the Company, its holding company, or any of its subsidiaries or fellow subsidiaries a party to any arrangement to enable the Directors to acquire such rights in any other body corporate.

SHARE OPTION SCHEME

The Company has adopted a share option scheme approved by the shareholders at the annual general meeting of the Company held on 24 May 2022 (the "Share Option Scheme"). The Share Option Scheme remains in force for ten years from the date of adoption and will expire on 23 May 2032. From the date of adoption of the Share Option Scheme up to 30 June 2026, no share option has been granted, exercised, cancelled or lapsed. The number of share options available for grant under the Share Option Scheme mandate at the beginning and the end of the Period was both 185,499,105. Since no share options were granted under the Share Option Scheme, the number of shares that may be issued in respect of share options granted under the Share Option Scheme during the Period divided by the weighted average number of shares in issue (excluding treasury shares) for the Period is nil.



OTHER INFORMATION

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

So far as is known to the Directors and the chief executive of the Company, as at 30 June 2026, the interests and short positions of persons (other than the Directors or chief executive of the Company) in the shares or underlying shares of the Company which would fall 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 required to be kept by the Company under Section 336 of the SFO, or as otherwise notified to the Company and the Stock Exchange are as follows:

Long Positions in shares and underlying shares:

Shareholders	Capacity	Number of Shares	Number of underlying shares	Approximate percentage of issued share capital of the Company %
Newforest Limited	Beneficial owner (Notes 1 & 2)	1,683,008,890	–	60.49
Cheng Yu Tung Family (Holdings) Limited	Interest of controlled corporation (Note 1)	1,683,008,890	–	60.49
Cheng Yu Tung Family (Holdings II) Limited	Interest of controlled corporation (Note 1)	1,683,008,890	–	60.49
Chow Tai Fook Capital Limited	Interest of controlled corporation (Note 1)	1,683,008,890	–	60.49
Chow Tai Fook (Holding) Limited	Interest of controlled corporation (Note 1)	1,683,008,890	–	60.49
Chow Tai Fook Nominee Limited	Interest of controlled corporation (Note 1)	1,683,008,890	–	60.49
Sharpfield Holdings Limited	Interest of controlled corporation (Notes 1 & 2)	1,683,008,890	–	60.49
Gallant Elite International Limited	Interest of controlled corporation (Notes 1 & 3)	1,683,008,890	–	60.49



OTHER INFORMATION

Notes:

1. Newforest Limited is directly and beneficially owned as to 40% by Gallant Elite International Limited and as to 60% by Sharpfield Holdings Limited. Both Gallant Elite International Limited and Sharpfield Holdings Limited are wholly-owned subsidiaries of Chow Tai Fook Nominee Limited. Chow Tai Fook Nominee Limited is a wholly-owned subsidiary of Chow Tai Fook (Holding) Limited. Chow Tai Fook (Holding) Limited is owned as to 90.52% by Chow Tai Fook Capital Limited. Chow Tai Fook Capital Limited is owned as to 48.98% and 46.65% by Cheng Yu Tung Family (Holdings) Limited and Cheng Yu Tung Family (Holdings II) Limited, respectively. As such, Cheng Yu Tung Family (Holdings) Limited and Cheng Yu Tung Family (Holdings II) Limited are deemed to be interested in the shares in which Newforest Limited is interested by virtue of Part XV of the SFO.
2. Mr. Cheng Chi-Him, Conrad is a director of each of Newforest Limited and Sharpfield Holdings Limited. Mr. Lie Ken Jie Remy Anthony Ket Heng resigned as a director of each of Newforest Limited and Sharpfield Holdings Limited on 4 June 2026. Mr. Lee Chi Hin, Jacob was appointed as a director of each of Newforest Limited and Sharpfield Holdings Limited on 4 June 2026.
3. Mr. Lie Ken Jie Remy Anthony Ket Heng resigned as a director of Gallant Elite International Limited on 4 June 2026. Mr. Lee Chi Hin, Jacob was appointed as a director of Gallant Elite International Limited on 4 June 2026.

Save as disclosed above, the Company has not been notified by any person (other than the Directors and the chief executive of the Company) who had, or was deemed to have, interests or short positions in the shares or underlying shares of the Company as at 30 June 2026 which were required to be notified to the Company pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO or which are recorded in the register required to be kept by the Company under Section 336 the SFO, or as otherwise notified to the Company and the Stock Exchange.



OTHER INFORMATION

CHANGES IN THE COMPOSITION OF THE BOARD AND ITS COMMITTEES

The following changes to the composition of the Board and its committees have taken place after the Period:

1. Mr. Kenneth Lau resigned from the office of non-executive director of the Company with effect from 1 July 2026. He also ceased to be a member of the remuneration committee of the Company simultaneously.
2. Mr. Lie Ken Jie Remy Anthony Ket Heng resigned from the office of non-executive director of the Company with effect from 1 July 2026. He also ceased to be a member of the audit committee of the Company simultaneously.
3. Mr. Lee Chi Hin, Jacob was appointed as a non-executive director of the Company with effect from 1 July 2026. He was appointed as a member of each of the audit committee and the remuneration committee of the Company simultaneously.

CHANGES IN INFORMATION OF DIRECTORS

The following changes in information of Directors as required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules have taken place during the Period:

1. Mr. Wong Man Chung, Francis retired as an independent non-executive director of Hilong Holding Limited (stock code: 1623) after the conclusion of its annual general meeting on 26 June 2026.
2. Mr. Cheung Pak To, Patrick resigned as an independent non-executive director of each of Amasse Capital Holdings Limited (stock code: 8168) and Minshang Creative Technology Holdings Limited (stock code: 1632) on 6 February 2026 and 25 June 2026 respectively.



OTHER INFORMATION

REVIEW OF INTERIM RESULTS BY THE AUDIT COMMITTEE

The audit Committee of the Company (the “Audit Committee”) has reviewed and discussed with management the unaudited condensed consolidated interim financial statements of the Group for the Period. Based on the review and discussions with management, the Audit Committee was satisfied that the unaudited condensed consolidated interim financial statements of the Group for the Period were prepared in accordance with applicable accounting standards and fairly presented the Group’s financial position and results for the Period.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Board and management of the Group are committed to maintaining a high standard of corporate governance which is reviewed and strengthened from time to time. The Company has complied with all applicable code provisions set out in Part 2 of Appendix C1 Corporate Governance Code (the “Corporate Governance Code”) to the Listing Rules throughout the Period with the exception of the deviation as set out below:

Code provision B.2.2 requires every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years. However, the Chairman and the Managing Director of the Company shall not be subject to retirement by rotation under the existing bye-laws of the Company. Mr. Cheng Chi-Him, Conrad is the non-executive Chairman of the Company. Given the essential role in the leadership of the Company by the Chairman and the non-executive nature of chairmanship, the Board is of the view that such deviation is vital to the stability and continuity of the key management of the Company and the Board considers that the deviation is acceptable.

Save as disclosed above, the Directors are not aware of any deviation from the applicable code provisions as set forth in Part 2 of the Corporate Governance Code to the Listing Rules throughout the Period.



OTHER INFORMATION

COMPLIANCE WITH THE MODEL CODE

The Company has adopted a code of conduct regarding securities transactions by Directors (the “Code of Conduct”) on terms no less exacting than the required standards as set out in the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules (the “Model Code”). Having made specific enquiry by the Company, all Directors have confirmed that they have complied with the required standards set out in the Model Code and the Code of Conduct regarding their securities transactions throughout their tenure during the Period.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the Period and up to the date of this report, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities (including sale of treasury shares) of the Company.

FORWARD LOOKING STATEMENTS

This interim report contains forward looking statements with respect to the financial conditions, results of operations and business of the Group. These forward looking statements represent the Company’s expectations or beliefs concerning future events and involve known and unknown risks and uncertainties that may cause actual results, performance or events to differ materially from those expressed or implied in such statements.



OTHER INFORMATION

APPRECIATION

The Board would like to take this opportunity to express its sincere gratitude to our shareholders, customers and suppliers for their continuous and valuable support and to extend its appreciation to our management and staff for their diligence and dedication to the Group.

By Order of the Board
Greenheart Group Limited
Ding Wai Chuen

Executive Director and Chief Executive Officer

Hong Kong, 26 August 2026

As at the date hereof, the Board comprises one executive Director, namely Mr. Ding Wai Chuen, three non-executive Directors, namely Mr. Cheng Chi-Him, Conrad, Mr. Lee Chi Hin, Jacob and Ms. Suen Chung Yan, Julia, and three independent non-executive Directors, namely Mr. Wong Man Chung, Francis, Mr. Cheung Pak To, Patrick and Mr. To Chun Wai.

Website: <http://www.greenheartgroup.com>