

# TIL ENVIRO LIMITED

## 達力環保有限公司

(Incorporated in the Cayman Islands with limited liability)

**Stock Code : 1790**



**2025**  
Interim Report

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# CORPORATE INFORMATION

## BOARD OF DIRECTORS

### Chairman and Non-executive Director

Mr. Lim Chin Sean

### Executive Director

Mr. Wong Kok Sun

### Non-executive Director

Ms. Lim Siew Ling

### Independent Non-executive Directors

Mr. Tan Yee Boon

Mr. Hew Lee Lam Sang

Mr. Tam Ka Hei Raymond

## AUDIT COMMITTEE

Mr. Hew Lee Lam Sang (*Chairman*)

Mr. Lim Chin Sean

Mr. Tam Ka Hei Raymond

## REMUNERATION COMMITTEE

Mr. Tan Yee Boon (*Chairman*)

Mr. Tam Ka Hei Raymond

Mr. Hew Lee Lam Sang

## NOMINATION COMMITTEE

Mr. Lim Chin Sean (*Chairman*)

Ms. Lim Siew Ling (*appointed on 26 June 2025*)

Mr. Tam Ka Hei Raymond

Mr. Tan Yee Boon

Mr. Hew Lee Lam Sang

(*appointed on 26 June 2025*)

## AUTHORISED REPRESENTATIVES

Mr. Wong Kok Sun

Ms. Tsui Sum Yi

## COMPANY SECRETARY

Ms. Tsui Sum Yi (*ACG, HKACG*)

## AUDITOR

PricewaterhouseCoopers

(*Certified Public Accountants and*

*Registered Public Interest Entity Auditor*)

## REGISTERED OFFICE IN CAYMAN ISLANDS

Windward 3, Regatta Office Park

PO Box 1350

Grand Cayman KY1-1108

Cayman Islands

## HEADQUARTERS

Unit 08, Level 61, CITIC Plaza

No. 233 Tianhe North Road

Tianhe District Guangzhou

Guangdong Province

The PRC

## PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1603, 16/F

China Building, 29 Queen's Road Central

Central

Hong Kong

## PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Trust (Cayman) Limited

Windward 3, Regatta Office Park

PO Box 1350

Grand Cayman KY1-1108

Cayman Islands

## CORPORATE INFORMATION

### HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

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

### PRINCIPAL BANKER

Bank of Communications  
Yinchuan Xita Sub-branch  
No. 51 Xinhua West Road  
Xingqing District  
Yinchuan 750001  
Ningxia  
The PRC

### LEGAL ADVISER AS TO HONG KONG LAWS

Loong & Yeung

### STOCK CODE

1790 (*listed on the Main Board of  
The Stock Exchange of Hong Kong Limited*)

### COMPANY WEBSITE

[www.tilenviro.com](http://www.tilenviro.com)



# DEFINITIONS

In this interim report, unless the context other requires, the following terms shall have the meanings set forth below.

|  |   |
|--|---|
| "Board"                                      | our board of Directors  |
| "Company"                                    | TIL Enviro Limited (達力環保有限公司), an exempted company incorporated in the Cayman Islands with limited liability on 17 April 2018, whose Shares are listed on the Main Board of the Stock Exchange  |
| "Concert Party Deed"                         | a confirmatory deed in relation to parties acting in concert dated 11 April 2018 entered into between Mr. Lim Chee Meng and Mr. Lim Chin Sean to confirm and record the agreement and understanding between the parties for the acknowledgement of their acting in concert ( <i>having the meaning as ascribed to it under the Takeovers Code</i> ) |
| "Concession Agreement"                       | The Original Concession Agreement as supplemented by the Framework Agreement  |
| "Director(s)"                                | the director(s) of our Company  |
| "Framework Agreement"                        | a framework agreement dated 31 May 2014 entered into between Yinchuan Construction Bureau and TYW in respect of certain upgrading and expansion works to be carried out by TYW further to those provided under the Original Concession Agreement  |
| "Group", "our Group",<br>"we", "our" or "us" | our Company and its subsidiaries  |
| "Hong Kong"                                  | the Hong Kong Special Administrative Region of the PRC  |
| "Listing"                                    | the listing and the commencement of trading and dealing of our Shares on the Main Board of the Stock Exchange   |
| "Listing Rules"                              | the Rules Governing the Listing of Securities on the Stock Exchange, as amended, supplement or modified from time to time   |
| "Main Board"                                 | the stock market ( <i>excluding the options market</i> ) operated by the Stock Exchange which is independent from and operated in parallel with GEM operated by the Stock Exchange  |
| "Model Code"                                 | the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules  |

## DEFINITIONS

|  |   |
|--|---|
| "Ningxia"  | Ningxia Hui Autonomous Region* (寧夏回族自治區), the PRC   |
| "Original Concession Agreement"                      | the concession agreement dated 21 September 2011 entered into between TYW and Yinchuan Construction Bureau pursuant to which TYW was granted a concession right for a term of 30 years from 21 September 2011 to 20 September 2041 to, among other things, operate, manage and maintain our four Wastewater Treatment Plants to provide wastewater treatment services in Yinchuan and undertake upgrading and expansion works ( <i>where applicable</i> ) on the facilities |
| "Plant 1" or "Yinchuan Wastewater Treatment Plant 1" | <p>Yinchuan Wastewater Treatment Plant No. 1 (銀川市第一污水處理廠) previously operated and managed by TYW pursuant to the Concession Agreement, is located at Bali Bridge, Manchun Town, Xingqing District, Yinchuan* (銀川市興慶區滿春鄉八里橋)</p> <p>Due to the rapid urbanisation in Yinchuan city, Plant 1 has ceased operations on 14 July 2021 and it was subsequently closed on 14 October 2021</p>  |
| "Plant 2" or "Yinchuan Wastewater Treatment Plant 2" | Yinchuan Wastewater Treatment Plant No. 2 (銀川市第二污水處理廠) operated and managed by TYW pursuant to the Concession Agreement, is located at Liziyuan North Road, Xixia District, Yinchuan* (銀川市西夏區麗子園北路)   |
| "Plant 3" or "Yinchuan Wastewater Treatment Plant 3" | Yinchuan Wastewater Treatment Plant No. 3 (銀川市第三污水處理廠) operated and managed by TYW pursuant to the Concession Agreement, is located at South of Jingtian East Road, Xixia District, Yinchuan* (銀川市西夏區經天東路以南)  |
| "Plant 4" or "Yinchuan Wastewater Treatment Plant 4" | Yinchuan Wastewater Treatment Plant No. 4 (銀川市第四污水處理廠) operated and managed by TYW pursuant to the Concession Agreement, is located at Ping Fu Qiao Village, Fengdeng Town, Jinfeng District, Yinchuan* (銀川市金鳳區豐登鎮平伏橋村)   |
| "PRC" or "China"                                     | the People's Republic of China  |
| "Prospectus"   | the prospectus of our Company dated 31 October 2018 ( <i>as supplemented by the supplemental prospectus of our Company dated 14 November 2018 (the "Supplemental Prospectus")</i> ) in relation to the initial public offering and the listing of the Shares on the Stock Exchange  |

## DEFINITIONS

|                                |  |
|--------------------------------|--|
| "Reporting Period"             | 1 January 2025 to 30 June 2025   |
| "SFO"                          | the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time  |
| "Share(s)"                     | ordinary share(s) in the share capital of our Company with a nominal value of HK\$0.01 each  |
| "Shareholder(s)"               | holder(s) of Shares  |
| "Stock Exchange"               | The Stock Exchange of Hong Kong Limited  |
| "Takeovers Code"               | The Codes on Takeovers and Mergers and Share Buy-Backs, as amended, supplemented or otherwise modified from time to time   |
| "TYW"                          | Taliworks (Yinchuan) Wastewater Treatment Co. Ltd* (達力(銀川)污水處理有限公司), a company established with limited liability under the laws of the PRC on 6 May 2011, is a wholly-owned and operating subsidiary of our Company |
| "Wastewater Treatment Plants"  | Plant 2, Plant 3 and Plant 4   |
| "Yinchuan Construction Bureau" | Bureau of Housing and Urban-Rural Development of Yinchuan* (銀川市住房和城鄉建設局), formerly known as Construction Bureau of Yinchuan* (銀川市建設局)  |
| "%"                            | per cent   |
| "HK\$"                         | Hong Kong dollars, the lawful currency of Hong Kong  |
| "RMB"                          | Renminbi, the lawful currency of the PRC   |
| "SG\$"                         | Singapore dollars, the lawful currency of Singapore  |
| "US\$"                         | United States dollars, the lawful currency of the United States of America   |

*If there is any inconsistency between the Chinese names of entities or enterprises established in China and their English translations, the Chinese names shall prevail. The English translations of official Chinese names which are marked with "\*" are for identification purpose only.*

# MANAGEMENT DISCUSSION AND ANALYSIS

## BUSINESS REVIEW

We are a wastewater treatment service provider that operates and manages three wastewater treatment facilities located in Yinchuan, the capital city of Ningxia, the PRC, delivering wastewater treatment services to the local government. We operate and manage our Wastewater Treatment Plants on a Transfer — Operate — Transfer ("**TOT**") basis for 30 years since September 2011. We also undertake the upgrading and expansion of our wastewater treatment facilities to achieve higher wastewater discharge standards and to increase our designed treatment capacities.

As at 30 June 2025, our aggregate daily wastewater treatment capacity was 375,000 cubic metres per day pursuant to the cessation of Plant 1 operations. The discharge standards for all Wastewater Treatment Plants were Class IA (*275,000 cubic metres per day*) and Quasi Surface Water Standard Class IV (準四類水標準) (*100,000 cubic metres per day*).

For the Reporting Period, the total quantity of wastewater treated was approximately 37.8 million cubic metres, representing a decrease of approximately 0.2 million cubic metres or approximately 0.5%, from the period ended 30 June 2024 at approximately 38.0 million cubic metres. This is mainly due to overall lower inflow of wastewater during the Reporting Period.

Our Group has actively adhered to all the prescribed discharge standards/parameters set in the national policies throughout the Reporting Period and had not encountered any material quality problems or disruption with respect to our wastewater treatment services.

During the Reporting Period, the Group recorded revenue and profit after tax ("**PAT**") of approximately HK\$105.2 million and HK\$50.6 million, respectively. While revenue decreased from approximately HK\$111.7 million in the corresponding period of last year, PAT increased from approximately HK\$49.9 million.

The lower revenue for the Reporting Period was primarily attributable to the lower revenue derived from the wastewater treatment operation services by approximately HK\$4.4 million. Please refer to the section headed "Financial Review — Revenue" in this interim report for further analysis.

The higher PAT for the Reporting Period was primarily attributable to the lower finance costs by approximately HK\$3.1 million. Please refer to the section headed "Financial Review — Finance costs" in this interim report for further analysis.



## MANAGEMENT DISCUSSION AND ANALYSIS

### DEVELOPMENT STRATEGY AND PROSPECTS

For the first half of 2025, China's economic growth remained resilient as the export-led expansion in late 2024 continued before the implementation of U.S. tariff hike. For the entire year of 2025, however, the economic growth is expected to moderate to approximately 4.5%. This is because export growth is expected to take a headwind for the second half of 2025 as the impact of U.S. tariff hike shapes up.<sup>1</sup>

Additional to that, the consumption growth is also expected to be impacted by the soft labour market and the subdued property sector. Nonetheless, additional fiscal support announced by the central government of China will help to boost the non-property-related investment, consumption growth, and industrial activities.<sup>1</sup>

For the second half of 2025, our Group will remain focused on finalising the new tariff and new basic volume with the local authority for the expansion and/or upgrading works done on Plant 2 Phase 1, Plant 4 Phase 1 (*upgrading works*) and Plant 4 Phase 2 (*expansion works*), respectively. The management will continue to follow up closely with the local authorities on this matter.

Besides that, our Group will remain focused on finalising the compensation agreement with Municipal Administration of Yinchuan (銀川市城市管理局) ("**Yinchuan Municipal**") (*formerly known as Yinchuan Construction Bureau*) regarding the closing down of Plant 1. The management will continue to follow up closely with Yinchuan Municipal on this matter.

Operationally, our Group will continue to strengthen our mission of ensuring stable operation, stable outflow of treated wastewater as per required discharge standards (穩定達標排放) under the Concession Agreement entered into with the local government of Yinchuan. Our Group will also continue to focus on cost optimisation and increase efficiency in managing our Wastewater Treatment Plants.

Our Group is also eyeing for potential merger and acquisition opportunities for wastewater treatment assets in Yinchuan, Ningxia and other regions within the PRC with the aim of strengthening our footprint in the PRC and the region.

Source: Global Economic Prospects — June 2025, World Bank Group

## MANAGEMENT DISCUSSION AND ANALYSIS

### FINANCIAL REVIEW

#### Results of Operations

The following table sets out a summary of consolidated statement of comprehensive income of our Group for the periods indicated:

#### Consolidated Statement of Comprehensive Income

|  | Six months ended 30 June        |                                 |
|--|---------------------------------|---------------------------------|
|  | 2025<br>(Unaudited)<br>HK\$'000 | 2024<br>(Unaudited)<br>HK\$'000 |
| <b>Revenue</b>                                   | <b>105,236</b>                  | 111,671                         |
| Cost of sales                                    | (25,264)                        | (28,964)                        |
| <b>Gross profit</b>                              | <b>79,972</b>                   | 82,707                          |
| Other income                                     | 1,193                           | 915                             |
| Other losses, net                                | (1,742)                         | (259)                           |
| General and administrative expenses              | (5,953)                         | (6,404)                         |
| Finance costs                                    | (11,543)                        | (14,643)                        |
| <b>Profit before taxation</b>                    | <b>61,927</b>                   | 62,316                          |
| Income tax expense                               | (11,369)                        | (12,397)                        |
| <b>Profit for the period</b>                     | <b>50,558</b>                   | 49,919                          |
| Other comprehensive income/(loss)                | 42,098                          | (32,479)                        |
| <b>Total comprehensive income for the period</b> | <b>92,656</b>                   | 17,440                          |

## MANAGEMENT DISCUSSION AND ANALYSIS

### Revenue

Our Group's revenue is derived from (i) wastewater treatment operation services; and (ii) finance income from service concession arrangement.

Our revenue decreased from approximately HK\$111.7 million for the six months ended 30 June 2024 to approximately HK\$105.2 million for the Reporting Period, representing a decrease of approximately HK\$6.5 million or approximately 5.8%.

Further analysis on the revenue is set out below:

- revenue derived from the wastewater treatment operation services decreased from approximately HK\$53.5 million for the six months ended 30 June 2024 to approximately HK\$49.1 million for the Reporting Period, representing a decrease of approximately HK\$4.4 million or approximately 8.2%.

The decrease was primarily attributable to lower operation revenue caused by the lower costs of wastewater treatment operation incurred during the Reporting Period especially chemical costs, as the operation revenue is recognised on the basis of actual cost with reasonable profit margin. Please refer to the section headed "Financial Review — Cost of sales" in this interim report for further analysis;

- revenue derived from the finance income from service concession arrangement decreased from approximately HK\$58.2 million for the six months ended 30 June 2024 to approximately HK\$56.1 million for the Reporting Period, representing a decrease of approximately HK\$2.1 million or approximately 3.6%, which was primarily attributable to lower opening balance of receivable under the concession arrangement.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Cost of sales

Our cost of sales decreased from approximately HK\$29.0 million for the six months ended 30 June 2024 to approximately HK\$25.3 million for the Reporting Period, representing a decrease of approximately HK\$3.7 million or approximately 12.8%.

Further analysis of which is set out below:

- costs of wastewater treatment operation decreased from approximately HK\$20.0 million for the six months ended 30 June 2024 to approximately HK\$16.4 million for the Reporting Period, representing a decrease of approximately HK\$3.6 million or approximately 18.0%. The decrease was mainly attributable to lower chemical costs by approximately HK\$2.0 million; and
- the remaining cost of sales, which consisted primarily of employee benefit expenses, depreciation and amortisation expenses, repair and maintenance costs and other costs, recorded a decrease from approximately HK\$9.0 million for the six months ended 30 June 2024 to approximately HK\$8.9 million for the Reporting Period, representing a decrease of approximately HK\$0.1 million or approximately 1.1%. The decrease was mainly attributable to lower repair and maintenance costs by approximately HK\$0.5 million.

### Gross profit and gross profit margin

Our gross profit decreased from approximately HK\$82.7 million for the six months ended 30 June 2024 to approximately HK\$80.0 million for the Reporting Period, representing a decrease of approximately HK\$2.7 million or approximately 3.3%, which was primarily attributable to the decrease in revenue derived from the wastewater treatment operation services during the Reporting Period.

However, our gross profit margin increased from 74.1% for the six months ended 30 June 2024 to 76.0% for the Reporting Period.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Other income

Other income increased from approximately HK\$0.9 million for the six months ended 30 June 2024 to approximately HK\$1.2 million for the Reporting Period, representing an increase of approximately HK\$0.3 million, or approximately 33.3%. The increase was mainly attributable to the higher interest income by approximately HK\$0.2 million, resulted from higher cash and bank balances.

### Other losses, net

Our Group recorded other losses, net of approximately HK\$1.7 million for the Reporting Period, representing an increase of approximately HK\$1.4 million or approximately 466.7%, from approximately HK\$0.3 million for the six months ended 30 June 2024. The increase was mainly attributable to the court order payment of approximately HK\$1.6 million to our contractor.

### General and administrative expenses

General and administrative expenses decreased from approximately HK\$6.4 million for the six months ended 30 June 2024 to approximately HK\$6.0 million for the Reporting Period, representing a decrease of approximately HK\$0.4 million or approximately 6.3%. Such decrease was primarily due to lower employee benefit expenses by approximately HK\$0.3 million during the Reporting Period.

### Finance costs

Finance costs decreased by approximately HK\$3.1 million, or approximately 21.2%, to approximately HK\$11.5 million for the Reporting Period from approximately HK\$14.6 million for the six months ended 30 June 2024. Such decrease was primarily attributable to lower interest expenses on borrowings by approximately HK\$3.1 million during the Reporting Period, resulted from: (i) downward revision of the 5-year People's Bank of China loan prime rate; and (ii) the repayment of bank borrowings of approximately HK\$48.4 million during the Reporting Period.

### Income tax expense

We incurred income tax expense of approximately HK\$12.4 million for the six months ended 30 June 2024 and approximately HK\$11.4 million for the Reporting Period, representing a decrease of approximately HK\$1.0 million or approximately 8.1%, at effective tax rates of approximately 19.9% and 18.4%, respectively.

The low effective tax rate was mainly attributable to the reduced corporate income tax rate from 25.0% to 15.0%, announced by the China tax administration in April 2019. The new tax incentive policy is applicable to corporates involved in environment protection industry for tax assessment years from 2019 to 2021. In January 2022, this new tax incentive policy was extended for additional 2 years to 2023. In August 2023, this new tax incentive policy was extended again for additional 4 years to 2027.



## MANAGEMENT DISCUSSION AND ANALYSIS

### Profit and total comprehensive income for the period

As a result of the foregoing factors, our profit for the period increased from approximately HK\$49.9 million for the six months ended 30 June 2024 to approximately HK\$50.6 million for the Reporting Period, representing an increase of approximately HK\$0.7 million, or approximately 1.4%.

The total comprehensive income for the Reporting Period amounted to approximately HK\$92.7 million as compared to approximately HK\$17.4 million for the six months ended 30 June 2024. The difference between the profit for the period and the total comprehensive income for the period was due to the currency translation differences from the translation of RMB, being the functional currency of the operating entities in the PRC to HK\$, being the reporting currency (30 June 2025 RMB/HK\$ closing rate: 1.0958; 30 June 2024 RMB/HK\$ closing rate: 1.0744).

### Earnings per Share

For the Reporting Period, the earnings per Share for profit attributable to owners of the Company (*basic and diluted*) was HK\$0.05 per Share (30 June 2024: HK\$0.05 per Share).

### Receivable under service concession arrangement

Our receivable under service concession arrangement that were classified as (i) current assets were approximately HK\$439.1 million and HK\$486.4 million as at 31 December 2024 and 30 June 2025, respectively; and (ii) non-current assets were approximately HK\$1,221.7 million and HK\$1,222.5 million as at 31 December 2024 and 30 June 2025, respectively.

Our total receivable under service concession arrangement amounted to approximately HK\$1,660.8 million and HK\$1,708.9 million as at 31 December 2024 and 30 June 2025, respectively. This represented an increase of approximately HK\$48.1 million or approximately 2.9%, primarily due to the appreciation of the functional currency, RMB against the reporting currency, HK\$ during the Reporting Period (30 June 2025 RMB/HK\$ closing rate: 1.0958; 31 December 2024 RMB/HK\$ closing rate: 1.0642).

### Trade and other receivables

Our Group's trade and other receivables increased by approximately HK\$68.1 million, or approximately 19.8%, to approximately HK\$411.6 million for the Reporting Period from approximately HK\$343.5 million for the year ended 31 December 2024. The increase was primarily attributable to the increase of trade receivables by approximately HK\$67.6 million.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Cash and bank balances

Our Group's cash and bank balances decreased by approximately HK\$37.7 million, or approximately 28.2%, to approximately HK\$95.9 million for the Reporting Period as compared to approximately HK\$133.6 million for the year ended 31 December 2024. The decrease in cash on bank balances was mainly due to the repayment of bank borrowings of approximately HK\$48.4 million during the Reporting Period. The cash and bank balances were denominated in HK\$, RMB, SG\$ and US\$.

### Borrowings

As at 30 June 2025, our Group had bank borrowings, which were denominated in RMB, of approximately HK\$601.1 million (31 December 2024: HK\$622.1 million), represented by short-term working capital loans of approximately HK\$18.2 million (31 December 2024: HK\$18.4 million) and long-term loans of approximately HK\$582.9 million (31 December 2024: HK\$603.7 million), which were denominated in RMB. This represented a decrease of approximately HK\$21.0 million or approximately 3.4%.

The decrease in borrowings was primarily due to the repayment of long-term loans of approximately HK\$38.7 million during the Reporting Period.

### Liquidity and Capital Resources

Our principal liquidity and capital requirements are primarily related to costs and expenses from business operations, as well as purchase of equipment, if any. As at 30 June 2025, the net current assets and net assets of our Group amounted to approximately HK\$728.8 million and HK\$1,472.2 million, respectively (31 December 2024: net current assets and net assets of approximately HK\$648.3 million and HK\$1,379.5 million, respectively).

### Gearing Ratio

As at 30 June 2025, the gearing ratio (*calculated by net debts divided by total equity; net debts include total borrowings minus cash and bank balances*) was approximately 34.3% (31 December 2024: approximately 35.4%).

### Contingent Liabilities

Our Group did not have any material contingent liabilities or outstanding litigation as at 30 June 2025.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Off-Balance Sheet Arrangements

As at 30 June 2025, we have not, nor do we expect, to enter into any off-balance sheet arrangements. In addition, we have not entered into any derivative contracts that are indexed to our equity interests classified as owners' equity. Furthermore, we do not have any retained or contingent interest in assets transferred to an unconsolidated entity that serves as credit, liquidity or market risk support to such entity. We do not have any variable interest in any unconsolidated entity that provides financing, liquidity, market risk or credit support to us or entity that engages in leasing, hedging or research and development services with us.

### Foreign Currency Risk

Our Group principally operates in the PRC with most of the transactions being settled in RMB, which is the functional currency of most of the group entities. Foreign currency risk arises from the recognised assets and liabilities and net investments in foreign operations. Currency exposure arising from the net assets of the Group's foreign operations is managed primarily through financing activities denominated in the relevant foreign currencies, including the US\$ (the **"Non-functional Currency"**).

Fluctuations in exchange rates between the functional currencies of respective group entities and Non-functional Currency in which our group entities conduct business may affect our Group's financial position and results of operations. Our Group seeks to limit its exposure to foreign currency risk by closely monitoring and minimising its net foreign currency position.

### Charges on the Group's Assets

As at 30 June 2025, the Group's borrowings are secured by contractual rights to receive revenue generated by the Group and the land use right granted by the government in relation to the parcel of land at which our wastewater treatment plants are situated.

### Employees and Remuneration Policies

Our Group had 127 full-time employees as at 30 June 2025 (31 December 2024: 125). Remuneration is determined on various factors such as their work experience, educational background, qualifications and certifications possessed.

The compensation package for our employees generally comprises basic wages, over-time work allowances, bonuses, retirement benefits and other staff benefits. We conduct annual review of the performance of our employees for determining the level of bonus, salary adjustment and promotion of our employees. For the Reporting Period, our employee benefit expenses were approximately HK\$10.2 million (30 June 2024: HK\$10.4 million). Our Company has adopted a share option scheme pursuant to which the Directors and employees of our Group are entitled to participate.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Material Acquisitions and Disposals

During the Reporting Period, our Group did not have any material acquisitions and disposals of subsidiaries.

### Significant Investments Held

As at 30 June 2025, our Group had no significant investments.

### Events after the Reporting Period

Our Group has no material subsequent event after the Reporting Period and up to the date of this interim report.

### Interim Dividends

No interim dividend has been recommended by the Board for the six months ended 30 June 2025 and 2024, respectively.

# CORPORATE GOVERNANCE AND OTHER INFORMATION

## DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2025, the interests and short positions of each Director of our Company in the Shares, underlying Shares and debentures of our Company or any of its associated corporations (*within the meaning of Part XV of the SFO*) as recorded in the register which have to be notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO or are required to be kept under Section 352 of the SFO or required to be notified to our Company and the Stock Exchange pursuant to the Model Code were as follows:

### (i) Long position in the Shares

| Name of Director              | Capacity/Nature of interest  | Number of Shares held/<br>interested in | Approximate Percentage of interest |
|-------------------------------|--|---|------------------------------------|
| Mr. Lim Chin Sean<br>(note 1) | Interest held jointly with other persons; interest in a controlled corporation | 750,000,000                             | 75.00%                             |
| Ms. Lim Siew Ling<br>(note 2) | Interest in a controlled corporation   | 62,212,500                              | 6.22%                              |

Notes:

- Sparkle Century Group Limited ("**Sparkle Century**") is wholly-owned by LGB Group (HK) Limited ("**LGB (HK)**"), which is owned as to 70.00%, 25.00% and 5.00% by LGB (Malaysia) Sdn. Bhd. ("**LGB (Malaysia)**"), Mr. Lim Chee Meng and Mr. Lim Chin Sean, respectively. LGB (Malaysia) is owned as to 28.850%, 28.850%, 11.850%, 11.850%, 11.850%, 4.625% and 2.125% by Mr. Lim Chee Meng, Mr. Lim Chin Sean, Ms. Lim Shiak Ling, Ms. Lim Ai Ling, Ms. Lim Siew Ling, Ms. Geh Sok Lan (*also known as Ms. Goay Sook Lan*) and Ms. Lim Wang Ling, respectively. As a result of the Concert Party Deed, Mr. Lim Chee Meng and Mr. Lim Chin Sean are deemed, or taken to be, interested in all the Shares held by Sparkle Century for the purposes of the SFO.
- Sparkle Century is a beneficial owner holding 750,000,000 shares of the Company. Sparkle Century is wholly-owned by LGB (HK), which is owned as to 70.00%, 25.00% and 5.00% by LGB (Malaysia), Mr. Lim Chee Meng and Mr. Lim Chin Sean, respectively. LGB (Malaysia) is owned as to 28.850%, 28.850%, 11.850%, 11.850%, 11.850%, 4.625% and 2.125% by Mr. Lim Chee Meng, Mr. Lim Chin Sean, Ms. Lim Shiak Ling, Ms. Lim Ai Ling, Ms. Lim Siew Ling, Ms. Geh Sok Lan (*also known as Ms. Goay Sook Lan*) and Ms. Lim Wang Ling, respectively. As a result, Ms. Lim Siew Ling is indirectly holding 62,212,500 shares of the Company.



## CORPORATE GOVERNANCE AND OTHER INFORMATION

### (ii) Long position in the ordinary shares of associated corporations

| Name of Director            | Name of associated corporation | Capacity/Nature of interest  | Number of shares held/ interested in | Percentage of interest |
|-----------------------------|--------------------------------|--|--------------------------------------|------------------------|
| Mr. Lim Chin Sean<br>(note) | Sparkle Century                | Interest held jointly with other persons; interest in controlled corporation   | 2                                    | 100.00%                |
|                             | LGB (HK)                       | Interest held jointly with other persons; interest in a controlled corporation | 537,560,260                          | 100.00%                |
|                             | LGB (Malaysia)                 | Interest held jointly with other persons                                       | 11,540                               | 57.70%                 |
| Ms. Lim Siew Ling<br>(note) | LGB (Malaysia)                 | Beneficial owner   | 2,370                                | 11.85%                 |

*Note:* Pursuant to Section 341(1) of the SFO, if certain conditions are met, the Directors are required to submit a disclosure of interest notice. In the event of changes in the shareholding of the Director in the associated corporation, the Director will not be required to notify the Company and the Stock Exchange unless certain conditions are met. Therefore, the latest shareholding of the Director in the associated corporation disclosed in this interim report may be different from the shareholding submitted to the Stock Exchange.

Save as disclosed above, as at 30 June 2025, none of the Directors of our Company had any interest or short position in the Shares, underlying Shares or debentures of our Company or any of its associated corporations (*within the meaning of Part XV of the SFO*) which are recorded in the register which have to be notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO or are required to be kept under Section 352 of the SFO or required to be notified to our Company and the Stock Exchange pursuant to the Model Code.

## CORPORATE GOVERNANCE AND OTHER INFORMATION

### SUBSTANTIAL SHAREHOLDER'S INTERESTS

As at 30 June 2025, according to the register kept by our Company under Section 336 of the SFO, the corporations or persons (*other than a Director of our Company*) had interests or short positions in the Shares or underlying Shares which fell to be disclosed to our Company under Divisions 2 and 3 of Part XV of the SFO were as follows:

#### (i) Interests in the Shares of our Company

| Name                               | Capacity/Nature of interest  | Number of Shares held/<br>interested in<br>(note 5) | Percentage of interest |
|------------------------------------|--|---|------------------------|
| Mr. Lim Chee Meng<br>(notes 1 & 2) | Interest held jointly with other persons; interest in a controlled corporation | 750,000,000 (L)                                     | 75%                    |
| LGB (Malaysia) (note 1)            | Interest in a controlled corporation   | 750,000,000 (L)                                     | 75%                    |
| LGB (HK) (note 1)                  | Interest in a controlled corporation   | 750,000,000 (L)                                     | 75%                    |
| Sparkle Century                    | Beneficial owner   | 750,000,000 (L)                                     | 75%                    |
| Ms. Lee Li May (note 3)            | Interest of spouse   | 750,000,000 (L)                                     | 75%                    |
| Ms. Cheong Sze Theng<br>(note 4)   | Interest of spouse   | 750,000,000 (L)                                     | 75%                    |

## CORPORATE GOVERNANCE AND OTHER INFORMATION

*Notes:*

1. LGB (Malaysia) beneficially owns 70% of the entire issued share capital of LGB (HK), which beneficially owns 100% of the issued share capital of Sparkle Century. As such, each of LGB (Malaysia) and LGB (HK) is deemed, or taken to be, interested in all the Shares held by Sparkle Century for the purposes of the SFO.
2. Sparkle Century is wholly-owned by LGB (HK), which is owned as to 70.00%, 25.00% and 5.00% by LGB (Malaysia), Mr. Lim Chee Meng and Mr. Lim Chin Sean, respectively. LGB (Malaysia) is owned as to 28.850%, 28.850%, 11.850%, 11.850%, 11.850%, 4.625% and 2.125% by Mr. Lim Chee Meng, Mr. Lim Chin Sean, Ms. Lim Shiak Ling, Ms. Lim Ai Ling, Ms. Lim Siew Ling, Ms. Geh Sok Lan (*also known as Ms. Goay Sook Lan*) and Ms. Lim Wang Ling, respectively. As a result of the Concert Party Deed, Mr. Lim Chee Meng and Mr. Lim Chin Sean are deemed, or taken to be, interested in all the Shares held by Sparkle Century for the purposes of the SFO.
3. Ms. Lee Li May is the spouse of Mr. Lim Chee Meng and is therefore deemed to be interested in 750,000,000 Shares in which Mr. Lim Chee Meng has, or is deemed to have, for the purpose of the SFO.
4. Ms. Cheong Sze Theng is the spouse of Mr. Lim Chin Sean and is therefore deemed to be interested in 750,000,000 Shares in which Mr. Lim Chin Sean has, or is deemed to have, for the purpose of the SFO.
5. The letter “L” denotes the person’s long position in the Shares.

Save as disclosed above, as at 30 June 2025, no other person (*other than a Director of our Company*) had registered an interest or short position in the Shares or underlying Shares of our Company which fell to be disclosed to our Company under Divisions 2 and 3 of Part XV of the SFO.

## CORPORATE GOVERNANCE AND OTHER INFORMATION

### DISCLOSURE OF CHANGE IN DIRECTOR'S INFORMATION

The change in Director's information as required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules is set out below:

Ms. Lim Siew Ling, a non-executive Director, and Mr. Hew Lee Lam Sang, an independent non-executive Director, have been appointed as members of nomination committee with effect from 26 June 2025.

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

### PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither our Company nor any of its subsidiaries had purchased, sold or redeemed any of our Company's listed securities during the Reporting Period. As at 30 June 2025, no treasury shares (*as defined under the Listing Rules*) were held by our Company.

### MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

Our Company has adopted the Model Code as the code of conduct regarding Directors' securities transactions. Having made specific enquiries with all of our Directors, each of the Directors has confirmed that he has complied with the Model Code throughout the Reporting Period.

### AUDIT COMMITTEE AND REVIEW OF UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

Our Company has established an audit committee (the "**Audit Committee**") with written terms of reference in compliance with the Listing Rules. The Audit Committee consists of one non-executive Director, namely Mr. Lim Chin Sean, and two independent non-executive Directors, namely Mr. Hew Lee Lam Sang and Mr. Tam Ka Hei Raymond. The primary duties of the Audit Committee are to review and supervise the financial reporting process, internal control system and risk management system of our Group, to oversee the audit process and to perform other duties and responsibilities as assigned by the Board.

The Audit Committee has reviewed the unaudited interim results for the Reporting Period. The Audit Committee has also discussed matters with respect to the accounting policies adopted with the senior management and the external auditor of our Company.

## CORPORATE GOVERNANCE AND OTHER INFORMATION

### DIRECTORS' INTERESTS IN TRANSACTIONS, ARRANGEMENTS OR CONTRACTS OF SIGNIFICANCE

Save as disclosed in the related party transactions as disclosed in note 16 to the Condensed Consolidated Interim Financial Information, there were no other transactions, arrangements or contracts of significance in relation to the business of our Group in which a Director or any of his connected entity was materially interested, whether directly or indirectly, subsisted at any time during the Reporting Period.

### COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Our Company focuses on maintain a high standard of corporate governance for purposes of enhancing the value of the Shareholders and protecting their interests. Our Company has adopted the code provisions of the Corporate Governance Code (the **'CG Code'**) as contained in Part 2 of Appendix C1 to the Listing Rules as our own corporate governance code. Our Company has complied with all the applicable code provisions as stipulated in the CG Code for the Reporting Period.

The Board will examine and review, from time to time, our Company's corporate governance practices and operation in order to comply with the relevant provisions under the Listing Rules and to protect Shareholders' interests.

### SHARE OPTION SCHEME

On 4 October 2018, a share option scheme (the **"Share Option Scheme"**) was approved and adopted by the then Shareholders, under which, options may be granted to any eligible participants to subscribe for Shares subject to the terms and conditions stipulated in the Share Option Scheme. Our Company has adopted the Share Option Scheme as an incentive to Directors and eligible employees. The Share Option Scheme shall be valid and effective for a period of 10 years commencing from 4 October 2018.

No share option has been granted by our Company since its adoption and no share options were outstanding, lapsed, cancelled or exercised under the Share Option Scheme during the Reporting Period. Therefore, the total number of Shares available for grant under the Share Option Scheme as at 1 January 2025 and 30 June 2025 was 100,000,000 Shares, representing 10% of the issued share capital of the Company.



# REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION



羅兵咸永道

## TO THE BOARD OF DIRECTORS OF TIL ENVIRO LIMITED

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

### INTRODUCTION

We have reviewed the interim financial information set out on pages 25 to 44, which comprises the condensed consolidated statement of financial position of TIL Enviro Limited (the “**Company**”) and its subsidiaries (together, the “**Group**”) as at 30 June 2025 and the condensed consolidated income statement, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the six-month period then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” as issued by the HKICPA. Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

### SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” as issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

### CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the HKICPA.

**PricewaterhouseCoopers**

*Certified Public Accountants*

Hong Kong, 28 August 2025

# CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2025

|  |       | Six months ended 30 June |             |
|--|-------|--------------------------|-------------|
|  |       | 2025                     | 2024        |
|  |       | (Unaudited)              | (Unaudited) |
|  | Notes | HK\$'000                 | HK\$'000    |
| <b>Revenue</b>   |       |                          |             |
| — Wastewater treatment operation services                                  |       | <b>49,100</b>            | 53,495      |
| — Finance income from service concession agreement                         |       | <b>56,136</b>            | 58,176      |
|  | 5     | <b>105,236</b>           | 111,671     |
| Cost of sales  | 7     | <b>(25,264)</b>          | (28,964)    |
| <b>Gross profit</b>  |       | <b>79,972</b>            | 82,707      |
| Other income   | 6     | <b>1,193</b>             | 915         |
| Other losses, net  |       | <b>(1,742)</b>           | (259)       |
| General and administrative expenses  | 7     | <b>(5,953)</b>           | (6,404)     |
| <b>Operating profit</b>  |       | <b>73,470</b>            | 76,959      |
| Finance costs  |       | <b>(11,543)</b>          | (14,643)    |
| <b>Profit before income tax</b>  |       | <b>61,927</b>            | 62,316      |
| Income tax expense   | 8     | <b>(11,369)</b>          | (12,397)    |
| <b>Profit for the period</b>   |       | <b>50,558</b>            | 49,919      |
| <b>Profit for the period attributable to:</b>                              |       |                          |             |
| Owners of the Company  |       | <b>50,558</b>            | 49,919      |
| <b>Earnings per Share for profit attributable to owners of the Company</b> |       |                          |             |
| — Basic and diluted (expressed in HK\$ per Share)                          | 9     | <b>0.05</b>              | 0.05        |

The notes on pages 31 to 43 are an integral part of this interim financial information.

# CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

|   | Six months ended 30 June |             |
|---|--------------------------|-------------|
|   | 2025                     | 2024        |
|   | (Unaudited)              | (Unaudited) |
|   | HK\$'000                 | HK\$'000    |
| Profit for the period   | 50,558                   | 49,919      |
| <b>Other comprehensive income/(loss)</b>                          |                          |             |
| <i>Items that may be reclassified to profit or loss:</i>          |                          |             |
| Currency translation differences                                  | 42,098                   | (32,479)    |
| Total comprehensive income for the period                         | 92,656                   | 17,440      |
| <b>Total comprehensive income for the period attributable to:</b> |                          |             |
| Owners of the Company   | 92,656                   | 17,440      |

The notes on pages 31 to 43 are an integral part of this interim financial information.

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

|   |       | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|---|-------|---|---|
|   | Notes |   |   |
| <b>Assets</b>                                   |       |   |   |
| <b>Non-current assets</b>                       |       |   |   |
| Property, plant and equipment                   |       | 3,312   | 3,405   |
| Right-of-use assets                             |       | 6   | 315   |
| Receivable under service concession arrangement | 11    | 1,222,497   | 1,221,653   |
| Intangible assets                               |       | 2,443   | 2,435   |
| Restricted bank balances                        |       | 4,383   | 4,257   |
|   |       | <b>1,232,641</b>                                    | 1,232,065   |
| <b>Current assets</b>                           |       |   |   |
| Inventories                                     |       | 1,299   | 1,363   |
| Trade and other receivables                     | 12    | 411,550   | 343,474   |
| Receivable under service concession arrangement | 11    | 486,360   | 439,135   |
| Cash and cash equivalents                       |       | 95,876  | 133,557   |
|   |       | <b>995,085</b>                                      | 917,529   |
| <b>Total assets</b>                             |       | <b>2,227,726</b>                                    | 2,149,594   |
| <b>Equity</b>                                   |       |   |   |
| <b>Capital and reserves</b>                     |       |   |   |
| Share capital                                   | 13    | 10,000  | 10,000  |
| Reserves  |       | 582,382   | 540,284   |
| Retained earnings                               |       | 879,792   | 829,234   |
| <b>Total equity</b>                             |       | <b>1,472,174</b>                                    | 1,379,518   |



# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

|  | Notes | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|--|-------|---|---|
| <b>Liabilities</b>                           |       |   |   |
| <b>Non-current liabilities</b>               |       |   |   |
| Long-term borrowings                         | 14    | 364,667   | 384,742   |
| Lease liabilities                            |       | 6   | 14  |
| Deferred tax liabilities                     |       | 124,638   | 116,118   |
|  |       | <b>489,311</b>                                      | 500,874   |
| <b>Current liabilities</b>                   |       |   |   |
| Trade and other payables                     | 15    | 27,608  | 28,154  |
| Tax payable                                  |       | 2,154   | 3,352   |
| Current portion of long-term borrowings      | 14    | 218,253   | 218,950   |
| Short-term borrowings                        | 14    | 18,190  | 18,411  |
| Lease liabilities                            |       | 36  | 335   |
|  |       | <b>266,241</b>                                      | 269,202   |
| <b>Total liabilities</b>                     |       | <b>755,552</b>                                      | 770,076   |
| <b>Total equity and liabilities</b>          |       | <b>2,227,726</b>                                    | 2,149,594   |
| <b>Net current assets</b>                    |       | <b>728,844</b>                                      | 648,327   |
| <b>Total assets less current liabilities</b> |       | <b>1,961,485</b>                                    | 1,880,392   |

The notes on pages 31 to 43 are an integral part of this interim financial information.

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

|                                     | Equity attributable to owners of the Group |                           |                              |                             |                               |                   |
|-------------------------------------|--|---------------------------|------------------------------|-----------------------------|-------------------------------|-------------------|
|                                     | Share capital<br>HK\$'000                  | Share premium<br>HK\$'000 | Exchange reserve<br>HK\$'000 | Capital reserve<br>HK\$'000 | Retained earnings<br>HK\$'000 | Total<br>HK\$'000 |
| <b>Balance as at 1 January 2024</b> | 10,000                                     | 658,746                   | (103,069)                    | 30,507                      | 763,067                       | 1,359,251         |
| Profit for the period               | –  | –                         | –                            | –                           | 49,919                        | 49,919            |
| Currency translation differences    | –  | –                         | (32,479)                     | –                           | –                             | (32,479)          |
| <b>Balance at 30 June 2024</b>      | 10,000                                     | 658,746                   | (135,548)                    | 30,507                      | 812,986                       | 1,376,691         |
| <b>Balance as at 1 January 2025</b> | <b>10,000</b>                              | <b>658,746</b>            | <b>(148,969)</b>             | <b>30,507</b>               | <b>829,234</b>                | <b>1,379,518</b>  |
| Profit for the period               | –  | –                         | –                            | –                           | 50,558                        | 50,558            |
| Currency translation differences    | –  | –                         | 42,098                       | –                           | –                             | 42,098            |
| <b>Balance at 30 June 2025</b>      | <b>10,000</b>                              | <b>658,746</b>            | <b>(106,871)</b>             | <b>30,507</b>               | <b>879,792</b>                | <b>1,472,174</b>  |

The notes on pages 31 to 43 are an integral part of this interim financial information.

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

|   | Six months ended 30 June        |                                 |
|---|---------------------------------|---------------------------------|
|   | 2025<br>(Unaudited)<br>HK\$'000 | 2024<br>(Unaudited)<br>HK\$'000 |
| <b>Cash flows from operating activities</b>                   |                                 |                                 |
| Cash generated from operations                                | 16,838                          | 23,611                          |
| Income tax paid   | (7,125)                         | (7,871)                         |
| <b>Net cash generated from operating activities</b>           | <b>9,713</b>                    | 15,740                          |
| <b>Cash flows from investing activities</b>                   |                                 |                                 |
| Purchases of property, plant and equipment                    | (219)                           | (2,552)                         |
| Interest received   | 781                             | 616                             |
| <b>Net cash generated from/(used in) investing activities</b> | <b>562</b>                      | (1,936)                         |
| <b>Cash flows from financing activities</b>                   |                                 |                                 |
| Proceeds from borrowings                                      | 8,986                           | 9,562                           |
| Repayments of borrowings                                      | (48,446)                        | (45,598)                        |
| Interest paid   | (11,543)                        | (14,643)                        |
| Payment of lease liabilities                                  | (311)                           | (483)                           |
| <b>Net cash used in financing activities</b>                  | <b>(51,314)</b>                 | (51,162)                        |
| <b>Net decrease in cash and cash equivalents</b>              | <b>(41,039)</b>                 | (37,358)                        |
| Cash and cash equivalents at beginning of period              | 133,557                         | 89,971                          |
| Currency translation differences                              | 3,358                           | (2,658)                         |
| <b>Cash and cash equivalents at end of period</b>             | <b>95,876</b>                   | 49,955                          |

The notes on pages 31 to 43 are an integral part of this interim financial information.

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 1 GENERAL INFORMATION

TIL Enviro Limited (the “**Company**”) was incorporated in the Cayman Islands on 17 April 2018 as an exempted company with limited liability. The address of its registered office is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman, KY1-1108, Cayman Islands.

The ultimate holding company is LGB (Malaysia) Sdn Bhd. (“**LGB (Malaysia)**”), a private limited liability company incorporated in Malaysia.

The Company is an investment holding company. The Group is principally engaged in the wastewater treatment business in the PRC.

This unaudited condensed consolidated interim financial information is presented in HK\$, unless otherwise stated. It was authorised for issue by the Board of Directors on 28 August 2025.

## 2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial information of the Group (the “**Interim Financial Information**”) for the six months ended 30 June 2025 has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”), including compliance with Hong Kong Accounting Standard (“**HKAS**”) 34, “Interim Financial Reporting” as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”). It should be read in conjunction with the Group’s consolidated financial statements for the year ended 31 December 2024 (the “**2024 financial statements**”), which have been prepared in accordance with the HKFRS Accounting Standards.

The Board of Directors are of the view that the Group will have sufficient working capital to meet its financial obligations as and when they fall due in the next twelve months from 30 June 2025. This is based on the considerations of the Group’s forecasted positive operating cash inflows from its business operations including the settlement of outstanding trade and other receivables and the compensation receivable in respect of Plant 1 (*note 11*). The Board of Directors consider these are sufficient to ensure the Group has adequate resources to meet its liabilities as and when they fall due over the next twelve months from 30 June 2025. Accordingly, the Group continues to adopt the going concern basis in preparing the condensed consolidated interim financial information.

The accounting policies applied are consistent with those set out in the 2024 financial statements, except for the adoption of new amendments to standards and interpretation as described below.

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (CONTINUED)

### 2.1 Amendments to standards and interpretation adopted in the current accounting period

For the six month ended 30 June 2025, the Group has adopted the following new amendments to standards and interpretation which are relevant to its operations:

|                                     |                         |
|-------------------------------------|-------------------------|
| HKAS 21 and HKFRS 1<br>(Amendments) | Lack of Exchangeability |
|-------------------------------------|-------------------------|

The adoption of the above amendments to standards and interpretation have no material effect on the results and financial position of the Group.

### 2.2 New standards and amendments to standards which are not yet effective

The following new standards and amendments to standards have been issued and are mandatory for the Group's accounting periods beginning after 1 January 2026 and later periods and have not been early adopted:

|   |   | Effective for<br>accounting<br>periods<br>beginning<br>on or after |
|---|---|--|
| HKFRS 9 and HKFRS 7<br>(Amendments)                               | Classification and Measurement of<br>Financial Instruments  | 1 January 2026   |
| HKFRS 1, HKFRS 7, HKFRS<br>9, HKFRS 10 and HKAS 7<br>(Amendments) | Annual Improvements to HKFRS<br>Accounting Standards —<br>Volume 11   | 1 January 2026   |
| HKFRS 9 and HKFRS 7<br>(Amendments)                               | Contracts Referencing Nature-<br>dependent Electricity  | 1 January 2026   |
| HKFRS 18  | Presentation and Disclosure in<br>Financial Statements  | 1 January 2027   |
| HKFRS 19  | Subsidiaries without Public<br>Accountability: Disclosures  | 1 January 2027   |
| HK Int 5  | Hong Kong Interpretation 5<br>Presentation of Financial<br>Statements — Classification by<br>the Borrower of a Term Loan<br>that Contains a Repayment on<br>Demand Clause | 1 January 2027   |
| HKFRS 10 and HKAS 28<br>(Amendments)                              | Sale or Contribution of Assets<br>between an Investor and its<br>Associate or Joint Venture   | To be determined   |

The Group is in the process of making an assessment of the impact of these new standards and amendments to standards in the period of initial application.

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 3 FINANCIAL RISK MANAGEMENT

### (a) Financial risk factors

The Group's activities expose it to a variety of financial risk: market risk (*including foreign currency risk and interest rate risk*), credit risk and liquidity risk.

The Interim Financial Information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the 2024 financial statements.

There have been no changes in the Group's financial risk management policies and procedures since the last year end.

### (b) Fair value measurements

At 30 June 2025, the carrying amounts of Group's financial assets and liabilities approximate their fair values.

## 4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

In preparing this Interim Financial Information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2024 financial statements.

## 5 REVENUE AND SEGMENT INFORMATION

Management has determined the operating segments based on the information reviewed by the chief operating decision-maker ("CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segment, has been identified as the Board of Directors.

Operating segments are reported in the manner consistent with the internal reporting provided to the CODM. The Group is subject to similar business risk, and resources are allocated based on what is beneficial to the Group in enhancing the value as a whole. The Board of Directors considers the performance assessment of the Group should be based on the profit before income tax of the Group as a whole and regards the Group as a single operating segment and reviews the Interim Financial Information accordingly. Therefore, the Board of Directors considers that these is only one operating segment under the requirements of HKFRS 8 "Operating Segments".

The Group provides wastewater treatment services in the PRC.



# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 5 REVENUE AND SEGMENT INFORMATION (CONTINUED)

An analysis of the Group's revenue from contracts with customers is as follows:

|  | Six months ended 30 June |                         |
|--|--------------------------|-------------------------|
|  | 2025                     | 2024                    |
|  | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 |
| <b>Revenue</b>                                     |                          |                         |
| Wastewater treatment operation services            | <b>49,100</b>            | 53,495                  |
| Finance income from service concession arrangement | <b>56,136</b>            | 58,176                  |
|  | <b>105,236</b>           | 111,671                 |

|  | Six months ended 30 June |                         |
|--|--------------------------|-------------------------|
|  | 2025                     | 2024                    |
|  | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 |
| <b>Timing of revenue recognition</b>               |                          |                         |
| Over time  | <b>49,100</b>            | 53,495                  |
|  | <b>49,100</b>            | 53,495                  |
| Finance income from service concession arrangement | <b>56,136</b>            | 58,176                  |
|  | <b>105,236</b>           | 111,671                 |

### (a) Segment assets and liabilities

No assets and liabilities are included in the Group's segment reporting that are submitted to and reviewed by the CODM internally. Accordingly, no segment assets and liabilities are presented.

### (b) Geographical information

During the period, all of the revenue was from the customer in the PRC.

As at 30 June 2025, all non-current assets held by the Group (*primarily represented by property, plant and equipment, rights-of-use assets and intangible assets*) are located in the PRC.

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 6 OTHER INCOME

|                 | Six months ended 30 June |                         |
|-----------------|--------------------------|-------------------------|
|                 | 2025                     | 2024                    |
|                 | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 |
| Interest income | 781                      | 616                     |
| Others          | 412                      | 299                     |
|                 | <b>1,193</b>             | 915                     |

## 7 EXPENSES BY NATURE

|   | Six months ended 30 June |                         |
|---|--------------------------|-------------------------|
|   | 2025                     | 2024                    |
|   | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 |
| Employee benefit expenses including directors' emoluments                           |                          |                         |
| — Cost of sales   | 7,117                    | 6,974                   |
| — General and administrative expenses   | 3,128                    | 3,383                   |
| Depreciation of property, plant and equipment                                       | 407                      | 94                      |
| Depreciation of right-of-use assets   | 309                      | 421                     |
| Amortisation of intangible assets   | 74                       | 212                     |
| Costs of wastewater treatment operation and recycle water supply operation services |                          |                         |
| — Chemical  | 3,743                    | 5,768                   |
| — Utility   | 8,728                    | 10,356                  |
| — Others  | 3,886                    | 3,849                   |
| Legal and professional fee  | 605                      | 562                     |
| Rental expenses   | 11                       | 38                      |
| Travelling and transportation expenses  | 627                      | 566                     |
| Repair and maintenance costs  | 1,373                    | 1,874                   |
| Office expenses   | 285                      | 311                     |
| Information technology ("IT") service fee (note 16)                                 | 224                      | 272                     |
| Others  | 700                      | 688                     |
|   | <b>31,217</b>            | 35,368                  |

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 8 INCOME TAX EXPENSE

|                     | Six months ended 30 June |                         |
|---------------------|--------------------------|-------------------------|
|                     | 2025                     | 2024                    |
|                     | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 |
| Current income tax  | 6,245                    | 8,777                   |
| Deferred income tax | 5,124                    | 3,620                   |
|                     | 11,369                   | 12,397                  |

Hong Kong profits tax has not been provided as the Group had no estimated assessable profit (2024: Nil). Taxation on Mainland China profits has been calculated on the estimated taxable profits at the rate of 15% (2024: 15%).

In April 2019, the China tax administration released a new tax incentive policy for corporates involved in environmental protection industry whereby the qualified corporates will be able to enjoy reduced corporate income tax rate of 15% (*reducing from 25%*) for the next 3 years with effect from years of assessment 2019 to 2021. In January 2022, the new tax incentive policy was extended for 2 years to 2023. According to the announcement no. 38 issued by the Ministry of Finance of the PRC, State Taxation Administration, National Development and Reform Commission and Ministry of Ecology and Environment of the PRC in August 2023, the new tax incentive policy was extended again for additional 4 years to 2027. The Group is qualified to benefit from this new tax incentive policy during the period ended 30 June 2025.

According to applicable PRC tax regulations, dividends distributed by a company established in the PRC to a foreign investor with respect to profits derived after 1 January 2008 are generally subject to a 10% withholding tax. If a foreign investor is incorporated in Hong Kong and meets the conditions or requirements under the double taxation arrangement entered into between the Mainland China and Hong Kong, the relevant withholding tax rate will be reduced from 10% to 5%.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 9 EARNINGS PER SHARE

#### (a) Basic

The basic earnings per Share is calculated by dividing the profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares issued during the period.

|  | Six months ended 30 June |                     |
|--|--------------------------|---------------------|
|  | 2025<br>(Unaudited)      | 2024<br>(Unaudited) |
| Profit attributable to the ordinary shareholders of the Company (HK\$'000) | 50,558                   | 49,919              |
| Weighted average number of ordinary shares in issue (thousand)             | 1,000,000                | 1,000,000           |
| Basic earnings per Share (HK\$)  | 0.05                     | 0.05                |

#### (b) Diluted

Diluted earnings per Share is the same as basic earnings per Share as there were no potential diluted ordinary shares outstanding as at 30 June 2025 and 2024, respectively.

### 10 DIVIDENDS

No dividend has been paid or declared by the Company for the period six months ended 30 June 2025 (30 June 2024: Nil).

### 11 RECEIVABLE UNDER SERVICE CONCESSION ARRANGEMENT

The Group has entered into a service concession arrangement with a government authority (the "Grantor") in the PRC under a TOT model in respect of its wastewater treatment services based on the TOT agreement dated September 2011 (the "Service Concession Agreement"). This service concession arrangement involves the Group as an operator (i) paying a specific amount for the Wastewater Treatment Plants (collectively, the "Facilities") for an arrangement under a TOT model; and (ii) operating and maintaining the Facilities at a specified level of serviceability on behalf of the relevant governmental authority for 30 years from September 2011, and the Group will be paid for its services over the service concession period at prices stipulated through a pricing mechanism as defined in the Service Concession Agreement.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 11 RECEIVABLE UNDER SERVICE CONCESSION ARRANGEMENT (CONTINUED)

The Group is generally entitled to use all the property, plant and equipment of the Facilities, however, the relevant governmental authority as the Grantor will control and regulate the scope of service that the Group must provide with the Facilities, and retain the beneficial entitlement to any residual interest in the Facilities at the end of the service concession period.

The service concession arrangement is governed by a contract and, where applicable, supplementary agreements entered into between the Group and the relevant governmental authority in the PRC that set out, inter alia, performance standards, mechanisms for adjusting prices for the services rendered by the Group, and specific obligations levied on the Group to restore the Facilities to a specified level of serviceability at the end of the service concession period and arrangements for arbitrating disputes.

As further explained in the accounting policy for “Service concession arrangement” set out in note 2.7 in the 2024 financial statements, the consideration paid by the Group for a service concession arrangement is accounted for as an intangible asset (*service concession*) or a financial asset (*receivable under service concession arrangement*) or a combination of both, as appropriate.

The service concession arrangement with the government authority is recognised as a combination of financial asset and intangible asset since the project had an unconditional contractual right to receive cash from the government authority based on the guaranteed wastewater treatment volume, and a right to charge the government authority on the additional wastewater treatment volume.

On 14 July 2021, Yinchuan Municipal hosted a meeting with TYW, a wholly-owned and operating subsidiary of the Company, (the “**14 July 2021 Meeting**”). During the 14 July 2021 Meeting, TYW was informed by the representatives of Yinchuan Municipal, among others, that the wastewater influent to the Plant 1 shall be diverted to the third party plant by 5 p.m. on 14 July 2021 for the third party plant to perform testing and commissioning. The testing and commissioning of the third party plant is tentatively set for 3 months ending on 14 October 2021 (the “**Transition Period**”). TYW was not allowed to dispose or change any of the facilities in the Plant 1 during the Transition Period.

During the Transition Period, Yinchuan Municipal continued to pay the wastewater treatment service fees to TYW for the wastewater influent which have been diverted to the third party plant. Upon the completion of the testing and commissioning of the third party plant, as well as obtaining the completion acceptance, the wastewater treatment service fees for the Plant 1 which were payable to TYW by Yinchuan Municipal were discontinued on 14 October 2021.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 11 RECEIVABLE UNDER SERVICE CONCESSION ARRANGEMENT (CONTINUED)

Yinchuan Municipal has set up a committee and appointed an independent third party to verify the assets of Plant 1 and in the midst of finalising the compensation amount. A compensation, which the amount was estimated according to the calculation basis as set out in the Service Concession Agreement, would be entitled by the Group. With the Group's agreement on Yinchuan Municipal's proposal on closing down of Plant 1, the management has updated the expected future income generated from Plant 1 with the estimated compensation, which is classified between current and non-current portion (31 December 2024: current and non-current portion), under the Service Concession Agreement.

The following is the summarised information of the financial asset component (*receivable under service concession arrangement*) with respect to the Group's service concession arrangement:

|   | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|---|---|---|
| Receivable under service concession arrangement |   |   |
| — Current                                       | 489,360   | 439,135   |
| — Non-current                                   | 1,222,497   | 1,221,653   |
|   | 1,711,857   | 1,660,788   |

The collection of receivables under the service concession arrangement is closely monitored in order to minimise any credit risk associated with the receivables.

The receivable under the service concession arrangement are future billable receivables. They were mainly due from a governmental authority in the PRC, as the Grantor in respect of the Group's service concession arrangement. All of these financial assets are considered to have low credit risk as the counterparty has strong capability to meet its contractual cash flow obligations. The Group applies the HKFRS 9 to measure 12-month expected credit losses allowance using general approach for receivable under service concession arrangement. The expected credit loss rates are estimated based on the external credit rating of the Grantor, the risk of a default occurring on the assets at the end of each reporting period and are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the Grantor to settle the receivables under service concession arrangement.



# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

## 12 TRADE AND OTHER RECEIVABLES

|                   | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|-------------------|---|---|
| Trade receivables | 394,221   | 326,658   |
| Other receivables | 16,889  | 16,209  |
| Prepayment        | 440   | 607   |
|                   | <b>411,550</b>                                      | <b>343,474</b>  |

In general, the Group agreed the credit periods with the customer. Aging analysis of gross trade receivables at the respective reporting dates, based on the invoice dates is as follows:

|                               | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|-------------------------------|---|---|
| 0–30 days                     | 19,417  | 16,240  |
| 31–60 days                    | 21,136  | 17,302  |
| 61–90 days                    | 19,759  | 17,999  |
| 91–180 days                   | 48,247  | 57,780  |
| 181–365 days                  | 112,567   | 102,373   |
| Over 365 days ( <i>note</i> ) | 173,095   | 114,964   |
|                               | <b>394,221</b>                                      | <b>326,658</b>  |

*Note:* Yinchuan Municipal has delayed the settlement process, primarily due to the disruption during the coronavirus pandemic. As a result, there are long outstanding trade receivables aged over 365 days as at 30 June 2025 and 31 December 2024.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 13 SHARE CAPITAL

|                                      | Number of<br>shares | Share<br>capital<br>HK\$'000 |
|--------------------------------------|---------------------|------------------------------|
| <b>Authorised:</b>                   |                     |                              |
| Ordinary shares of HK\$0.01 each     |                     |                              |
| At 31 December 2024 and 30 June 2025 | 10,000,000,000      | 100,000                      |
| <b>Issued and fully paid</b>         |                     |                              |
| At 31 December 2024 and 30 June 2025 | 1,000,000,000       | 10,000                       |

### 14 BORROWINGS

|   | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|---|---|---|
| Non-current                             |   |   |
| Long-term borrowings                    | 364,667   | 384,742   |
| Current                                 |   |   |
| Current portion of long-term borrowings | 218,253   | 218,950   |
| Short-term borrowings                   | 18,190  | 18,411  |
|   | 601,110   | 622,103   |

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 14 BORROWINGS (CONTINUED)

|                       | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|-----------------------|---|---|
| Within 1 year         | <b>236,443</b>                                      | 237,361   |
| Between 1 and 2 years | <b>85,947</b>                                       | 67,492  |
| Between 2 and 5 years | <b>262,527</b>                                      | 286,353   |
| Over 5 years          | <b>16,193</b>                                       | 30,897  |
|                       | <b>601,110</b>                                      | 622,103   |

The Group's borrowings as at 30 June 2025 and 31 December 2024 were secured by contractual rights to receive revenue generated by the Group and the land use right granted by the government in relation to parcels of land of which the Wastewater Treatment Plants are situated. All bank borrowings are measured at amortised cost. The balances approximate their fair values and are denominated in RMB.

### 15 TRADE AND OTHER PAYABLES

|                             | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|-----------------------------|---|---|
| Trade payables              | <b>16,278</b>                                       | 17,933  |
| Retention payables          | <b>469</b>  | 489   |
| Other payables and accruals | <b>10,861</b>                                       | 9,732   |
|                             | <b>27,608</b>                                       | 28,154  |

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### 15 TRADE AND OTHER PAYABLES (CONTINUED)

The aging analysis of trade payables based on invoices dates is as follows:

|              | As at<br>30 June<br>2025<br>(Unaudited)<br>HK\$'000 | As at<br>31 December<br>2024<br>(Audited)<br>HK\$'000 |
|--------------|---|---|
| 0–30 days    | 915   | 723   |
| 31–60 days   | 679   | 574   |
| 61–90 days   | 737   | 657   |
| Over 90 days | 13,947  | 15,979  |
|              | <b>16,278</b>                                       | 17,933  |

### 16 RELATED PARTY TRANSACTIONS

In addition to the transactions and balances disclosed elsewhere in the Interim Financial Information, the Group had the following material related party transactions:

| Name                                 | Six months ended 30 June<br>2025<br>(Unaudited)<br>HK\$'000 | 2024<br>(Unaudited)<br>HK\$'000 |
|--------------------------------------|---|---------------------------------|
| Exitra Sdn. Bhd. (note)              |   |                                 |
| IT expenses paid to Exitra Sdn. Bhd. | 222   | 254                             |

IT expenses are charged in accordance with the terms of respective agreements.

Note: A company controlled by the controlling shareholders of the ultimate holding company.

# FINANCIAL SUMMARY 2020-2025

A summary of the results and assets and liabilities of our Group for the last five financial years from 2020 to 2024 and six months ended 30 June 2024 and 2025, as extracted from the Company's consolidated financial statements, is set out below:

## RESULTS

|                                      | Interim results          |                         |                       | Annual results         |                       |                       |                       |
|--------------------------------------|--------------------------|-------------------------|-----------------------|------------------------|-----------------------|-----------------------|-----------------------|
|                                      | Six months ended 30 June |                         |                       | Year ended 31 December |                       |                       |                       |
|                                      | 2025                     | 2024                    | 2024                  | 2023                   | 2022                  | 2021                  | 2020                  |
|                                      | (Unaudited)<br>HK\$'000  | (Unaudited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000  | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 |
| Revenue                              | 105,236                  | 111,671                 | 230,554               | 180,353                | 213,351               | 248,536               | 304,978               |
| Profit before tax                    | 61,927                   | 62,316                  | 82,060                | 90,917                 | 86,764                | 155,170               | 154,099               |
| Income tax expense                   | (11,369)                 | (12,397)                | (15,893)              | (17,657)               | (18,637)              | (39,901)              | (27,563)              |
| Profit for the year attributable to: |                          |                         |                       |                        |                       |                       |                       |
| Owners of our Company                | 50,558                   | 49,919                  | 66,167                | 73,260                 | 68,127                | 115,269               | 126,536               |

## ASSETS AND LIABILITIES

|                   | As at                   | As at 31 December     |                       |                       |                       |                       |
|-------------------|-------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                   | 30 June                 |                       |                       |                       |                       |                       |
|                   | 2025                    | 2024                  | 2023                  | 2022                  | 2021                  | 2020                  |
|                   | (Unaudited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 | (Audited)<br>HK\$'000 |
| Total assets      | 2,227,726               | 2,149,594             | 2,241,275             | 2,311,423             | 2,594,570             | 2,474,184             |
| Total liabilities | 755,552                 | 770,076               | 882,024               | 989,392               | 1,180,526             | 1,218,413             |
| Total equity      | 1,472,174               | 1,379,518             | 1,359,251             | 1,322,031             | 1,414,044             | 1,255,771             |