

*Hong Kong Stock Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



*(A joint stock limited company incorporated in the People's Republic of China with limited liability)*  
(Stock code: 0576)

## **2025 INTERIM RESULTS ANNOUNCEMENT**

The directors (the “**Directors**”) of Zhejiang Expressway Co., Ltd. (the “**Company**”) announced the unaudited consolidated results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended June 30, 2025 (the “**Period**”), with the basis of preparation as stated in note 1 to the condensed consolidated financial statements set out below.

During the Period, revenue for the Group was Rmb8,685.46 million, representing an increase of 3.8% as compared to the same period in 2024. Profit attributable to owners of the Company was Rmb2,787.48 million, representing a year-on-year increase of 4.0%. Basic earnings per share for the Period was Rmb46.51 cents, representing a year-on-year increase of 4.0%. Diluted earnings per share for the Period was Rmb46.51 cents, representing a year-on-year increase of 5.6%.

The board of Directors (the “**Board**”) of the Company does not recommend the payment of an interim dividend for 2025.

The condensed consolidated financial statements of the Group for the six months ended June 30, 2025 have not been audited or reviewed by the auditors of the Company, but have been reviewed by the audit committee of the Company. Set out below are the unaudited condensed consolidated statement of profit or loss and other comprehensive income for the Period and condensed consolidated statement of financial position as at June 30, 2025, with comparative figures for the corresponding period in 2024 and relevant notes to the condensed consolidated financial statements:

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		For the six months ended	
		June 30,	
		2025	2024
	Notes	<b>Rmb'000</b>	<b>Rmb'000</b>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
Revenue	3	<b>8,685,457</b>	8,367,599
Including: Interest income under effective interest method		<b>1,296,628</b>	1,196,922
Operating costs		<b>(5,244,295)</b>	(4,681,165)
Gross profit		<b>3,441,162</b>	3,686,434
Securities investment gains		<b>1,416,097</b>	574,768
Other income and gains and losses	4	<b>231,311</b>	446,564
Administrative expenses		<b>(49,731)</b>	(57,646)
Other expenses		<b>(100,501)</b>	(64,638)
Impairment losses under expected credit loss model, net of reversal		<b>2,207</b>	(29,664)
Share of profit of associates		<b>579,679</b>	505,922
Share of profit of joint ventures		<b>93,525</b>	3,969
Finance costs		<b>(749,534)</b>	(909,955)
Profit before tax		<b>4,864,215</b>	4,155,754
Income tax expense	5	<b>(939,600)</b>	(811,948)
Profit for the Period		<b>3,924,615</b>	3,343,806

	For the six months ended	
	June 30,	
	2025	2024
Notes	Rmb'000	Rmb'000
	(Unaudited)	(Unaudited)
Other comprehensive income		
Items that will not be reclassified		
subsequently to profit or loss:		
Fair value gain on equity instrument		
investments measured at fair value		
through other comprehensive income	188,277	—
Income tax impact relating to items that will		
not be reclassified subsequently to profit		
or loss	(47,069)	—
Net other comprehensive income that will		
not be reclassified to profit or loss in		
subsequent periods	141,208	—
Items that may be reclassified subsequently		
to profit or loss:		
Fair value gain on debt instruments		
measured at fair value through other		
comprehensive income	(147,431)	125,587
Impairment loss for debt instruments at		
fair value through other comprehensive		
income	(359)	1,402
Income tax impact relating to items that may		
be reclassified subsequently to profit or		
loss	36,947	(31,747)
Exchange differences on translation of		
financial statements of foreign operations	(9,102)	2,268
Share of other comprehensive income of		
associates, net of related income tax	(107,656)	59,952
Net other comprehensive income that		
may be reclassified to profit or loss in		
subsequent periods	(227,601)	157,462
Other comprehensive income for the Period,		
net of income tax	(86,393)	157,462
Total comprehensive income for the Period	3,838,222	3,501,268

		For the six months ended	
		June 30,	
		2025	2024
Notes		<b><i>Rmb'000</i></b>	<i>Rmb'000</i>
		<b>(Unaudited)</b>	(Unaudited)
Profit for the Period attributable to:			
	Owners of the Company	<b>2,787,482</b>	2,680,010
	Non-controlling interests	<b>1,137,133</b>	663,796
		<b>3,924,615</b>	3,343,806
Total comprehensive income attributable to:			
	Owners of the Company	<b>2,698,683</b>	2,779,243
	Non-controlling interests	<b>1,139,539</b>	722,025
		<b>3,838,222</b>	3,501,268
Earnings per share	6		
Basic ( <i>Rmb cents</i> )		<b>46.51</b>	44.72
Diluted ( <i>Rmb cents</i> )		<b>46.51</b>	44.04

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at June 30, 2025	As at December 31, 2024
<i>Notes</i>	<i>Rmb'000</i> <b>(Unaudited)</b>	<i>Rmb'000</i> <b>(Audited)</b>
<b>Non-current assets</b>		
Property, plant and equipment	<b>5,391,426</b>	5,717,903
Right-of-use assets	<b>847,752</b>	832,183
Expressway operating rights	<b>18,706,941</b>	19,743,837
Goodwill	<b>749,031</b>	86,867
Other intangible assets	<b>669,579</b>	428,056
Interests in associates	<b>15,110,354</b>	17,210,739
Interests in joint ventures	<b>2,493,962</b>	2,400,437
Financial assets at fair value through profit or loss (“FVTPL”)	<b>561,900</b>	485,931
Equity instruments at fair value through other comprehensive income	<b>5,230,185</b>	1,708,759
Debt instruments at fair value through other comprehensive income	<b>13,022,235</b>	11,412,165
Other receivables and prepayments	<b>1,276,501</b>	985,608
Deferred tax assets	<b>1,529,705</b>	1,274,351
Time deposits	<b>11,809,209</b>	8,971,236
	<b>77,398,780</b>	71,258,072

		As at June 30, 2025 <i>Rmb'000</i> (Unaudited)	As at December 31, 2024 <i>Rmb'000</i> (Audited)
	<i>Notes</i>		
<b>Current assets</b>			
Inventories		1,790,605	1,235,112
Trade receivables	7	1,338,342	1,050,498
Loans to customers arising from margin financing business		29,112,639	24,224,342
Other receivables and prepayments		6,228,062	4,332,270
Dividends receivable		33,848	2,000
Derivative financial assets		393,886	570,461
Financial assets at FVTPL		50,323,039	35,536,634
Debt instruments at fair value through other comprehensive income		1,164,781	1,022,862
Financial assets held under resale agreements		5,236,865	5,491,056
Bank balances and clearing settlement fund held on behalf of customers		67,490,787	49,066,356
Bank balances, clearing settlement fund, deposits and cash			
– Restricted bank balances and cash		76,960	80,259
– Time deposits with original maturity over three months		2,378,472	2,379,965
– Cash and cash equivalents		17,475,811	20,932,480
		<b>183,044,097</b>	<b>145,924,295</b>

		As at June 30, 2025 <i>Rmb'000</i> (Unaudited)	As at December 31, 2024 <i>Rmb'000</i> (Audited)
	<i>Notes</i>		
<b>Current liabilities</b>			
Placements from other financial institutions		3,815,562	1,750,000
Accounts payable to customers arising from securities business		67,264,918	48,397,105
Trade payables	8	997,610	1,143,206
Tax liabilities		705,261	784,814
Other taxes payable		197,139	339,171
Other payables and accruals		10,511,680	10,132,003
Dividends payable		810,410	457,656
Contract liabilities		159,206	123,582
Derivative financial liabilities		538,127	558,131
Bank and other borrowings		3,019,585	2,507,616
Short-term financing note payable		9,604,977	7,085,628
Bonds payable		15,084,034	10,994,506
Convertible bonds	9	261,697	224,867
Financial assets sold under repurchase agreements		30,796,348	23,139,450
Financial liabilities at FVTPL		484,248	480,553
Lease liabilities		141,281	147,689
		<u>144,392,083</u>	<u>108,265,977</u>
<b>Net current assets</b>		<u>38,652,014</u>	<u>37,658,318</u>
<b>Total assets less current liabilities</b>		<u>116,050,794</u>	<u>108,916,390</u>

	As at June 30, 2025	As at December 31, 2024
<i>Notes</i>	<i>Rmb'000</i> (Unaudited)	<i>Rmb'000</i> (Audited)
<b>Non-current liabilities</b>		
Bank and other borrowings	14,055,814	14,577,484
Bonds payable	17,362,740	19,876,048
Deferred tax liabilities	679,676	518,088
Lease liabilities	272,460	246,406
	<u>32,370,690</u>	<u>35,218,026</u>
	<u><b>83,680,104</b></u>	<u><b>73,698,364</b></u>
<b>Capital and reserves</b>		
Share capital	5,993,801	5,993,801
Reserves	<u>40,438,222</u>	<u>40,047,152</u>
Equity attributable to owners of the Company	46,432,023	46,040,953
Non-controlling interests	<u>37,248,081</u>	<u>27,657,411</u>
	<u><b>83,680,104</b></u>	<u><b>73,698,364</b></u>



## NOTES:

### 1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

### 2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair value.

Other than additional accounting policies resulting from application of amendments to Hong Kong Financial Reporting Standards (“**HKFRSs**”), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended June 30, 2025 are the same as those presented in the Group’s annual financial statements for the year ended December 31, 2024.

#### **Application of amendments to HKFRSs**

In the Period, the Group has applied the following amendments to HKFRSs issued by the HKICPA, for the first time, which are mandatorily effective for the annual period beginning on or after January 1, 2025 for the preparation of the Group’s consolidated financial statements:

Amendments to HKAS 21	Lack of Exchangeability
-----------------------	-------------------------

The application of the amendments to HKFRSs in the Period has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these condensed consolidated financial statements.

### 3. REVENUE AND SEGMENT INFORMATION

#### Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable and operating segments:

#### For the six months ended June 30, 2025 (Unaudited)

	<b>Toll operation <i>Rmb'000</i></b>	<b>Securities operation <i>Rmb'000</i></b>	<b>Others <i>Rmb'000</i></b>	<b>Total <i>Rmb'000</i></b>
Revenue – external customers	<b><u>5,132,493</u></b>	<b><u>3,182,990</u></b>	<b><u>369,974</u></b>	<b><u>8,685,457</u></b>
Segment profit	<b><u>2,258,255</u></b>	<b><u>1,258,411</u></b>	<b><u>407,949</u></b>	<b><u>3,924,615</u></b>

#### For the six months ended June 30, 2024 (Unaudited)

	<b>Toll operation <i>Rmb'000</i></b>	<b>Securities operation <i>Rmb'000</i></b>	<b>Others <i>Rmb'000</i></b>	<b>Total <i>Rmb'000</i></b>
Revenue – external customers	<b><u>5,112,572</u></b>	<b><u>2,805,936</u></b>	<b><u>449,091</u></b>	<b><u>8,367,599</u></b>
Segment profit	<b><u>2,125,371</u></b>	<b><u>803,521</u></b>	<b><u>414,914</u></b>	<b><u>3,343,806</u></b>

Segment profit represents the profit after tax of each operating segment. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and performance assessment.

## Revenue from major services

An analysis of the Group's revenue, net of discounts and taxes, for the Period is as follows:

	For the six months ended June 30,	
	2025	2024
	<i>Rmb'000</i>	<i>Rmb'000</i>
	(Unaudited)	(Unaudited)
Toll operation revenue	5,132,493	5,112,572
Commission and fee income from securities operation	1,886,362	1,609,014
Interest income from securities operation	1,296,628	1,196,922
Hotel and catering revenue	49,801	51,791
Construction service revenue	305,722	376,475
PPP revenue	14,451	20,825
Total	8,685,457	8,367,599

## 4. OTHER INCOME AND GAINS AND LOSSES

	For the six months ended June 30,	
	2025	2024
	<i>Rmb'000</i>	<i>Rmb'000</i>
	(Unaudited)	(Unaudited)
Interest income on financial institutions	230,786	234,017
Rental income	34,985	37,075
(Loss) gain on change in fair value in respect of the derivative component of convertible bonds	(10,022)	2,987
Exchange (loss) gain, net	(36,183)	2,914
(Loss) gain on commodity trading, net	(97,186)	29,297
Management fee income	10,354	10,033
Government subsidies	42,093	25,960
Gain on disposal of assets	5,326	20,524
Others	51,158	83,757
Total	231,311	446,564

## 5. INCOME TAX EXPENSE

	For the six months ended	
	June 30,	
	2025	2024
	<i>Rmb'000</i>	<i>Rmb'000</i>
	(Unaudited)	(Unaudited)
Current tax:		
PRC Enterprise Income Tax (“EIT”)	970,386	572,230
Deferred tax	(30,786)	239,718
	<u>939,600</u>	<u>811,948</u>

Under the Law of the PRC on EIT and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25%.

No Hong Kong profits tax has been provided as the Group has no estimated assessable profit in Hong Kong during the Period.

## 6. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share attributable to the owners of the Company is based on the following data:

Earnings figures are calculated as follows:

	For the six months ended June 30,	
	2025	2024
	<i>Rmb'000</i>	<i>Rmb'000</i>
	(Unaudited)	(Unaudited)
Profit for the Period attributable to owners of the Company	2,787,482	2,680,010
Earnings for the purpose of basic earnings per share	2,787,482	2,680,010
Effect of dilutive potential ordinary shares arising from convertible bonds	31,417	(23,109)
Earnings for the purpose of diluted earnings per share	<u>2,818,899</u>	<u>2,656,901</u>

Number of shares:

	For the six months ended June 30,	
	2025	2024
	'000	'000
	(Unaudited)	(Unaudited)
Number of ordinary shares for the purpose of basic earnings per share	5,993,801	5,993,498
Effect of dilutive potential ordinary shares arising from convertible bonds	38,684	38,968
Weighted average number of ordinary shares for the purpose of diluted earnings per share	<u>6,032,485</u>	<u>6,032,466</u>

## 7. TRADE RECEIVABLES

	As at June 30, 2025 <i>Rmb'000</i> (Unaudited)	As at December 31, 2024 <i>Rmb'000</i> (Audited)
Trade receivables comprise:		
– contracts with customers	1,362,757	1,070,246
Less: Allowance for credit losses	<u>(24,415)</u>	<u>(19,748)</u>
	<u><b>1,338,342</b></u>	<u><b>1,050,498</b></u>
Trade receivables (before allowance for credit losses) comprise:		
Fellow subsidiaries	7,703	16,390
Third parties	<u>1,355,054</u>	<u>1,053,856</u>
Total trade receivables	<u><b>1,362,757</b></u>	<u><b>1,070,246</b></u>

The Group has no credit period granted to its trade customers of toll operation business. The Group's trade receivable balance for toll operation is toll receivables from the respective expressway fee settlement centres of Zhejiang Province and Anhui Province, Transportation Bureau of Linping County of Hangzhou, Transportation Bureau of Hangzhou, Transportation Bureau of Yiwu, Transportation Bureau of Lin'an of Hangzhou, Transportation Bureau of Jiaxing, etc.

In respect of the Group's asset management service, security commission and financial advisory service operated by Zheshang Securities Co., Ltd (the "Zheshang Securities"), trading limits are set for customers. The Group seeks to maintain tight control over its outstanding trade receivables in order to minimise credit risk. Overdue balances are regularly monitored by the management.

The following is an ageing analysis of trade receivables net of allowance for credit losses presented based on the invoice date at the end of the reporting period, which approximated the respective revenue recognition dates:

	As at <b>June 30,</b> <b>2025</b> <i><b>Rmb'000</b></i> <b>(Unaudited)</b>	As at December 31, 2024 <i><b>Rmb'000</b></i> <b>(Audited)</b>
Within 3 months	<b>681,205</b>	489,187
3 months to 1 year	<b>339,549</b>	391,596
1 to 2 years	<b>257,939</b>	168,839
Over 2 years	<b>59,649</b>	876
Total	<b>1,338,342</b>	1,050,498

## 8. TRADE PAYABLES

Trade payables mainly represent the payables for the expressway improvement projects. The following is an aged analysis of trade payables presented based on the invoice date at the end of the reporting period:

	As at <b>June 30,</b> <b>2025</b> <i><b>Rmb'000</b></i> <b>(Unaudited)</b>	As at December 31, 2024 <i><b>Rmb'000</b></i> <b>(Audited)</b>
Within 3 months	<b>232,220</b>	537,785
3 months to 1 year	<b>283,295</b>	124,735
1 to 2 years	<b>159,807</b>	132,298
2 to 3 years	<b>56,735</b>	76,991
Over 3 years	<b>265,553</b>	271,397
Total	<b>997,610</b>	1,143,206

## 9. CONVERTIBLE BONDS

### Convertible Bond 2021

On January 20, 2021, the Company issued a zero coupon convertible bond due 2026 in an aggregate principal amount of Euro230,000,000 (the “**Convertible Bond 2021**”). The Convertible Bond 2021 is listed and traded on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The principal terms of the Convertible Bond 2021 are set out below:

#### *(1) Conversion right*

The Convertible Bond 2021 will, at the option of the holder (the “**Bondholders 2021**”), be convertible (unless previously redeemed, converted or purchased and cancelled) on or after March 2, 2021 up to January 10, 2026 into fully paid ordinary shares with a par value of Rmb1.00 each at an initial conversion price (the “**Conversion Price 2021**”) of HK\$8.83 per H share and a fixed exchange rate of HK\$9.5145 to Euro1.00 (the “**Fixed Exchange Rate**”). The Conversion Price 2021 is subject to the anti-dilutive adjustments and certain events including mainly: share consolidation, subdivision or re-classification, capitalisation of profits or reserves, capital distributions, rights issues of shares or options over shares, rights issues of other securities and issues at less than current market price. As at June 30, 2025, the latest conversion price was HK\$5.84 per H share.

#### *(2) Redemption right*

##### *(i) Redemption at maturity*

Unless previously redeemed, converted or purchased and cancelled as provided herein, the Company will redeem each Convertible Bond 2021 at 100 percent of its outstanding principal amount on the maturity date of January 20, 2026 (the “**CB Maturity Date 2021**”).



*(ii) Redemption at the option of the Company*

The Company may, having given not less than 30 nor more than 60 days' notice, redeem the Convertible Bond 2021 in whole and not some only at 100 percent of their outstanding principal amount as at the relevant redemption date:

- (a) at any time after January 20, 2024 but prior to the CB Maturity Date 2021, provided that no such redemption may be made unless the closing price of an H share translated into Euro at the prevailing rate applicable to each Stock Exchange business day, for any 20 Stock Exchange business days within a period of 30 consecutive Stock Exchange business days, the last of such Stock Exchange business day shall occur not more than 10 days prior to the date upon which notice of such redemption is given, was, for each such 20 Stock Exchange business days, at least 130 percent of the Conversion Price 2021 (translated into Euro at the Fixed Exchange Rate); or
- (b) if at any time the aggregate principal amount of the Convertible Bond 2021 outstanding is less than 10 percent of the aggregate principal amount originally issued.

*(iii) Redemption at the option of the Bondholders 2021*

The Company will, at the option of the Bondholders 2021, redeem the whole or some of that holder's bond on January 20, 2024 (the "**Put Option Date**") at the outstanding principal amount on that date.

The Convertible Bond 2021 comprises two components:

- (a) Debt component was initially measured at fair value amounted to approximately Euro183,297,000 (equivalent to Rmb1,443,009,000). It is subsequently measured at amortised cost by applying effective interest rate method after considering the effect of the issuance costs such as underwriting fee. The effective interest rate used is 4.74%.
- (b) Derivative component comprises conversion right of the Bondholders 2021, redemption option of the Company, and redemption option of the Bondholders 2021.

Transaction costs totalling Rmb8,427,515 that relate to the issue of the Convertible Bond 2021 are allocated to the debt and derivative components in proportion to their respective fair values.

Transaction costs amounting to approximately Rmb1,711,247 relating to the derivative component were charged to profit or loss during the year ended December 31, 2021. Transaction costs amounting to approximately Rmb6,716,268 relating to the debt component are included in the carrying amount of the debt portion and amortised over the period of the Convertible Bond 2021 using the effective interest method.

The derivative component was measured at fair value with reference to valuation carried out by a firm of independent professional valuers.

The movement of the debt and derivative components of the Convertible Bond 2021 as of June 30, 2025 is set out as below:

	Debt component at amortised cost		Derivative components at FVTPL		Total	
	<i>Euro'000</i>	<i>Rmb'000</i>	<i>Euro'000</i>	<i>Rmb'000</i>	<i>Euro'000</i>	<i>Rmb'000</i>
On December 31, 2023						
(Audited)	227,481	1,787,819	3,518	27,646	230,999	1,815,465
Redemption	(202,600)	(1,592,274)	–	–	(202,600)	(1,592,274)
Conversion of Convertible Bond	(200)	(1,472)	(22)	(164)	(222)	(1,636)
Exchange realignment	–	(8,243)	–	–	–	(8,243)
Interest charge	1,192	8,879	–	–	1,192	8,879
Loss on changes in fair value	–	–	512	2,676	512	2,676
On December 31, 2024						
(Audited)	<u>25,873</u>	<u>194,709</u>	<u>4,008</u>	<u>30,158</u>	<u>29,881</u>	<u>224,867</u>
Exchange realignment	–	<b>21,654</b>	–	–	–	<b>21,654</b>
Interest charge	<b>624</b>	<b>5,154</b>	–	–	<b>624</b>	<b>5,154</b>
Loss on changes in fair value	–	–	<b>798</b>	<b>10,022</b>	<b>798</b>	<b>10,022</b>
On June 30, 2025						
(Unaudited)	<u><b>26,497</b></u>	<u><b>221,517</b></u>	<u><b>4,806</b></u>	<u><b>40,180</b></u>	<u><b>31,303</b></u>	<u><b>261,697</b></u>

As at July 29, 2025, The Company issued a redemption notice to redeem the whole of the bonds on September 9, 2025 at their outstanding principal amount on that date. As of the date of this announcement, the principal amount of the outstanding bonds were Euro6,500,000.

## BUSINESS REVIEW

In the first half of 2025, against a backdrop of escalating trade protectionism and persisted geopolitical conflicts, the global economic growth slowed down with regional divergence. In the face of fluctuant external demands and pressure from transformation and upgrading of domestic traditional industries, China implemented targeted macro-policy regulation, constantly deepened supply-side reforms, proactively cultivated new quality productive forces, ensuring that China's economic operation was generally stable in steady progress, with the GDP growing by 5.3% year on year. In the first half of 2025, Zhejiang Province leveraged its early-start advantages in the digital economy and vitality of private sector, through measures such as strengthening efforts of digital transformation, stimulating private-sector innovation, and developing a diversified foreign trade market, boosted the year-on-year growth of the Province's GDP by 5.8%.

During the Period, toll revenue of the Group's expressways continued to grow amid steady recovery of China's economy and sustained unleashing of Zhejiang Province's economic vitality, while revenue of securities business recorded a significant growth driven by a rebound in the domestic capital market and the low base effect. During the Period, total revenue of the Group was Rmb8,685.46 million, representing a year-on-year increase of 3.8%, of which Rmb5,132.49 million was generated by the nine major expressways operated by the Group, representing a year-on-year increase of 0.4% and 59.1% of the total revenue. Revenue generated from securities business for the Group was Rmb3,182.99 million, representing a year-on-year increase of 13.4% and 36.6% of the total revenue.

A breakdown of the Group's revenue for the Period is set out below:

	<b>For the six months ended June 30,</b>		
	<b>2025</b>	<b>2024</b>	<b>Change</b>
	<b><i>Rmb'000</i></b>	<b><i>Rmb'000</i></b>	
Toll road operation revenue	<b>5,132,493</b>	5,112,572	0.4%
Shanghai-Hangzhou-Ningbo			
Expressway	<b>2,400,941</b>	2,380,730	0.8%
Shangsan Expressway	<b>464,003</b>	550,380	-15.7%
Jinhua section, Ningbo-Jinhua			
Expressway	<b>279,175</b>	269,258	3.7%
Hanghui Expressway	<b>334,571</b>	354,206	-5.5%
Huihang Expressway	<b>103,892</b>	101,398	2.5%
Zhoushan Bay Bridge	<b>630,091</b>	570,784	10.4%
LongLiLiLong Expressways	<b>407,891</b>	387,120	5.4%
Zhajiasu Expressway	<b>243,057</b>	236,715	2.7%
HuangQuNan Expressway	<b>268,872</b>	261,981	2.6%

	For the six months ended June 30,		
	2025	2024	Change
	<i>Rmb'000</i>	<i>Rmb'000</i>	
Securities business revenue	<b>3,182,990</b>	2,805,936	13.4%
Commission and fee income	<b>1,886,362</b>	1,609,014	17.2%
Interest income	<b>1,296,628</b>	1,196,922	8.3%
Other operation revenue	<b>369,974</b>	449,091	-17.6%
Hotel and catering revenue	<b>49,801</b>	51,791	-3.8%
Construction service revenue	<b>305,722</b>	376,475	-18.8%
PPP revenue	<b>14,451</b>	20,825	-30.6%
Total revenue	<b><u>8,685,457</u></b>	<b><u>8,367,599</u></b>	<b><u>3.8%</u></b>

## Toll Road Operations

### (I) Business performance and analysis

During the Period, toll revenue of the Group's nine expressways amounted to RMB5,132.49 million, representing a year-on-year increase of 0.4%; overall traffic volume increased by 1.5% year-on-year. The performance of different sections of the Group's expressways varied due to various factors, the details of which are set out as follows:

The Group's Expressway Sections	Daily Average Traffic Volume <i>(in Full-Trip Equivalents)</i>	Year-on-year Growth	Toll Revenue <i>(Rmb million)</i>	Year-on-year Growth
Shanghai-Hangzhou-Ningbo Expressway	90,928	2.06%	2,400.94	0.8%
– Shanghai-Hangzhou Section	91,643	2.04%		
– Hangzhou-Ningbo Section	90,406	2.07%		
Shangsan Expressway	30,678	-9.97%	464.00	-15.7%
Jinhua Section of Ningbo-Jinhua Expressway	35,155	4.79%	279.18	3.7%
Hanghui Expressway	28,215	-4.36%	334.57	-5.5%
Huihang Expressway	13,912	6.13%	103.89	2.5%
Zhoushan Bay Bridge	32,448	10.64%	630.09	10.4%
LongLiLiLong Expressways	17,770	7.58%	407.89	5.4%
Zhajiasu Expressway	43,615	4.13%	243.06	2.7%
HuangQuNan Expressway	13,739	6.54%	268.87	2.6%

Majority of the Group's expressways are located in Zhejiang Province, possessing prominent location advantages. Although the global trade friction temporarily affected certain exports, Zhejiang Province's diversified foreign trade mix and vibrant private economy have effectively buffered the associated risks through expansions into both emerging international and domestic markets, in which case, foreign trade cargo throughput of ports within the Province stabilised and rebounded in the first half of 2025. Meanwhile, continuous deepening of industrial collaboration in the Yangtze River Delta region, a thriving cultural tourism market and burgeoning development of emerging sectors such as new energy vehicles and intelligent transportation have collectively driven demands for passenger vehicle travel. In the first half of 2025, economic growth of Zhejiang Province was higher than the national average, providing robust support for continued increase in traffic volume and toll revenue of the Group's expressways.

Nevertheless, the growth in toll revenue of the Group was slightly lower than that of traffic volume in the first half of 2025, mainly due to a 15% discount on tolls for all trucks with ETC device implemented on the state-controlled expressway within the Zhejiang Province since April 25, 2025, in addition to other discounts for trucks in effect since 2019.

Other specific sections were also affected by the industrial development and changes of road networks in neighboring regions. Development of Zhoushan industrial park and construction of Parallel Line of Ningbo-Zhoushan Expressway continuously led to an increase in demand for freight transportation, resulting in significant growth of traffic volume of trucks on Zhoushan Bay Bridge year-on-year. Shangsang Expressway was affected by traffic-interrupting reconstruction and expansion implemented on the relevant sections of the connected YongTaiWen Expressway, with a year-on-year decrease in traffic volume. Linan Linglong-Yuqian Section of National Highway 329 opened to traffic since December 26, 2024, coupled with opening to traffic of West Wenyi Road Tunnel since June 28, 2024, traffic volume of Hanghui Expressway experienced a year-on-year decline affected by aforementioned diversion. Hangzhou to Ningbo Section of Hangzhou-Shaoxing-Ningbo Expressway fully opened to traffic since April 11, 2025, leading to a certain diversion of traffic volume on Hangzhou-Ningbo Expressway.

## ***(II) Business operations achievements***

Looking back at the first half of 2025, the Group made initial results in the operation of road networks, investment and mergers, industrial transformation and technological innovation by firmly adhering to strategic direction, proactively responding to complex environment and fully leveraging its advantages with resources in core expressway business.

### **Continuously enhance quality and efficiency of road networks operation.**

The Group has implemented measures including opening and expanding the capacity of hard shoulder and intelligent transformation, ensuring sustained reductions in duration of road congestion and toll station closure, with consequent improvements in smooth traffic flow. Through enhanced coordination of roadwork planning and optimized construction organization and adopting collective scheduling and off-peak construction arrangements, the Group has progressively upgraded its road maintenance and management standards. Furthermore, by expanding development of live-streaming on the Douyin platform and launching service enhancement initiatives for truck driver, the Group has accelerated realization of its brand value.

**Steadily implement investments and mergers & acquisitions in core expressway business.** The Group is advancing construction progress of reconstruction and expansion projects including Jinhua and Shaoxing sections of Ningbo-Jinhua Expressway as well as Zhajiasu Expressway in an orderly manner. In addition, the Company successfully won the bid for Parallel Line of Ningbo-Zhoushan Expressway (Phase II) project, strengthening integrated effects of the regional road network. Furthermore, the Company completed the bidding process for feasibility study of reconstruction and expansion project of Shanghai-Hangzhou-Ningbo Expressway and fully launched feasibility study, with planning for road network expansion in advance. During the Period, a 51% equity stake in Guisan Expressway with 135 kilometers was completed through a joint venture investment platform. Guisan Expressway is strategically located and serves as one of the primary transportation routes connecting Sichuan, Chongqing, Yunnan and Guizhou regions to the Pearl River Delta, as well as a renowned tourist route. This acquisition further expands the Group's regional strategic layout.

**Accelerate layout of green and low-carbon industries.** By integrating AI large models such as DeepSeek to accelerate the upgrade of intelligent expressways, and conducting research on cutting-edge technologies such as drone-based pre-warning inspections, smooth operation through intelligent management has proved increasingly effective. The new energy heavy-duty truck battery swapping station at the Shengzhou Service Area on Ningbo-Jinhua Expressway has been successfully launched into operation, establishing China's first demonstration transport route for new energy container electric trucks. Meanwhile, the distributed photovoltaic power generation project on Ningbo-Jinhua Expressway has achieved on-grid connection and operation, with the scale and benefits of new energy construction continuing to expand.

**Continuously deepen innovation-driven development.** Zhejiang Zhijiang Intelligent Communications Technology Co., Ltd. has obtained the qualification of Hangzhou Municipal Enterprise High-tech Research and Development Center, further solidifying its innovative foundation. In addition, the Group continuously upgraded its intelligent systems for incident detection and traffic control, and exported its innovative achievements to other provinces. It also collaborated on inclusion of data assets in financial statements and optimization of data governance, exploring application of data assetization in intelligent expressways to effectively realize data value.



## Securities Business

In the first half of 2025, amid significant fluctuations in the U. S. dollar index, geopolitical conflicts and international trade frictions, global capital markets experienced volatility and divergent trends. However, China's capital markets remained stable with an upward trend, supported by policy measures and economic recovery. The A-share market saw active trading, with major indices steadily moving upward. Zhejiang Securities seized market opportunities, strengthened compliance risk management, continued to advance cost reduction and efficiency improvements, and leveraged digital and intelligent technologies to enhance operational efficiency, driving significant growth in business performance, with brokerage business and proprietary business serving as the primary drivers of growth.

During the Period, Zheshang Securities recorded total revenue of Rmb3,182.99 million, representing an increase of 13.4% year-on-year, of which, commission and fee income increased 17.2% year-on-year to Rmb1,886.36 million, and interest income was Rmb1,296.63 million, representing an increase of 8.3% year-on-year. During the Period, securities investment gains of Zheshang Securities included in the condensed consolidated statement of profit or loss and other comprehensive income was Rmb1,416.10 million, representing a year-on-year increase of 146.4%.

## Hotel and Catering Business

Zhejiang Grand Hotel, owned by Zhejiang Grand Hotel Limited (a 100% owned subsidiary of the Company), recorded revenue of Rmb18.91 million for the Period, representing a year-on-year decrease of 4.0%. Amid continuous pressure in the hotel sector, Zhejiang Grand Hotel proactively expanded into street vending operations, which is expected to inject new momentum into its future development.

Grand New Century Hotel, owned by Zhejiang Linping Expressway Co., Ltd. (a 51% owned subsidiary of the Company), recorded revenue of Rmb30.89 million for the Period, representing a year-on-year decrease of 3.8%.

## Long-Term Investments

### *(I) Expressway segment*

Zhejiang Shaoxing Shengxin Expressway Co., Ltd. ("**Shengxin Co**", a 50% owned joint venture of the Company) owns the 73km Shaoxing Section of Ningbo-Jinhua Expressway. During the Period, average daily traffic volume in full-trip equivalents was 35,155, representing a year-on-year increase of 4.79%. Toll revenue was Rmb281.52 million, representing a year-on-year increase of 6.5%. During the Period, the joint venture recorded a net profit of Rmb117.11 million, representing a year-on-year increase of 46.7%.



Zhejiang Zhijiang Communications Holdings Co., Ltd. (“**Zhijiang Communications Holdings**”, a 50% owned joint venture of the Company) is primarily engaged in expressway investment and owns 100% equity interest of Yonglan Expressway (145km) and 51% equity interest of Guisan Expressway (135km). During the Period, the joint venture recorded a net profit of Rmb69.94 million.

Zhejiang HangNing Expressway Co., Ltd. (a 30% owned associate of the Company) owns the 99km HangNing Expressway. During the Period, the associate company recorded a net profit of Rmb201.85 million, representing a year-on-year decrease of 20.3%, which was mainly affected by two-way traffic interruption caused by reconstruction and expansion works on both Huyi Expressway and Yangli Expressway in Jiangsu Province.

The Company held 30% of the subordinated class of the CICC-Zhejiang Expressway-Shenjiahuhang asset-backed special program (the “**Asset-backed Special Program**”), which owns the 93km Shenjiahuhang Expressway. During the Period, the Asset-backed Special Program has recognized zero net loss.

Zhejiang Wenzhou YongTaiWen Expressway Co., Ltd. (a 15% owned associate of the Company) operates Wenzhou section of YongTaiWen Expressway with a total length of 139km. During the Period, the associate company achieved a net profit of Rmb99.18 million, representing a year-on-year decrease of 26.0%, which was mainly affected by traffic-interrupting reconstruction and expansion of Shuiyang Hub to Daxi Hub Section and Shuiyang Hub to Ninghai South Section of YongTaiWen Expressway.

## ***(II) Financial segment***

Zhejiang Communications Investment Group Finance Co., Ltd. (a 20.08% owned associate of the Company) derives income mainly from interest, fees and commissions for providing financial services, including arranging loans and receiving deposits, for Zhejiang Communications Investment Group Co., Ltd., the controlling shareholder of the Company, and its subsidiaries. During the Period, the associate company recorded a net profit of Rmb247.89 million, representing a year-on-year increase of 15.2%.

Yangtze United Financial Leasing Co., Ltd. (a 10.61% owned associate of the Company) is primarily engaged in finance leasing business, transferring and receiving of financial leasing assets, fixed-income securities investment, and other businesses approved by the National Financial Regulatory Administration. During the Period, the associate company recorded a net profit of Rmb350.42 million, representing a year-on-year increase of 4.5%.

Shanghai Rural Commercial Bank Co., Ltd. (a 4.96% owned associate of the Company) is primarily engaged in commercial banking business, including deposits, short-, medium-, and long-term loans, domestic and overseas settlements and other businesses that are approved by the National Financial Regulatory Administration. As at the date of this announcement, the associate company has not yet published its 2025 interim results.

Zhejiang Zheshang Transform and Upgrade Fund of Funds Partnership (Limited Partnership) (a 24.99% owned associate of the Company) was primarily engaged in equity investments, investment management and investment consultation. During the Period, the share of net loss of the associate attributable to the Company is Rmb29.01 million.

## **FINANCIAL ANALYSIS**

The Group adopts a prudent financial policy with an aim to provide shareholders with sound returns over the long term.

During the Period, profit attributable to owners of the Company was approximately Rmb2,787.48 million, representing a year-on-year increase of 4.0%, basic earnings per share was Rmb46.51 cents, representing a year-on-year increase of 4.0%, diluted earnings per share was Rmb46.51 cents, representing a year-on-year increase of 5.6%, and return on owners' equity was 6.0%, representing a year-on-year decrease of 8.7%.

### **Liquidity and financial resources**

As at June 30, 2025, current assets of the Group amounted to Rmb183,044.10 million in aggregate (December 31, 2024: Rmb145,924.30 million), of which bank balances, clearing settlement fund, deposits and cash accounted for 10.9% (December 31, 2024: 16.0%), bank balances and clearing settlement fund held on behalf of customers accounted for 36.9% (December 31, 2024: 33.6%), financial assets at FVTPL accounted for 27.5% (December 31, 2024: 24.4%) and loans to customers arising from margin financing business accounted for 15.9% (December 31, 2024: 16.6%). As at June 30, 2025, the current ratio (current assets over current liabilities) of the Group was 1.30 (December 31, 2024: 1.30). Excluding the effect of the customer deposits arising from the securities business, the resultant current ratio of the Group (current assets less bank balances and clearing settlement fund held on behalf of customers over current liabilities less balance of accounts payable to customers arising from securities business) was 1.50 (December 31, 2024: 1.60).

The amount of financial assets at FVTPL included in current assets of the Group as at June 30, 2025 was Rmb50,323.04 million (December 31, 2024: Rmb35,536.63 million), of which 54.1% was invested in bonds, 5.5% was invested in stocks, 26.9% was invested in equity funds, and the rest were invested in structured products and trust products, etc.

The proceeds raised from the rights issue in 2023 had a remaining balance of Rmb5.20 billion based on the closing exchange rate as at December 31, 2024. As of June 30, 2025, Rmb0.25 billion has been used for expenses related to existing expressway expansion and reconstruction projects, leaving a balance of proceeds equivalent to Rmb5.0 billion based on the exchange rate at the end of the Period(including interest income during the year), of which Rmb3.97 billion will be used for expenses related to existing expressway expansion and reconstruction projects, and the remaining will be used for replenishing working capital and repaying loans and other daily operating expenses.

During the Period, net cash from the Group's operating activities amounted to Rmb4,905.19 million. The currency mix in which cash and cash equivalents are held has not substantially changed as compared to the same period last year.

The Directors do not expect the Company to experience any problems with liquidity and financial resources in the foreseeable future.

### **Borrowings and solvency**

As at June 30, 2025, total liabilities of the Group amounted to Rmb176,762.77 million (December 31, 2024: Rmb143,484.00 million), of which 9.7 % was bank and other borrowings, 5.4 % was short-term financing note, 18.4 % was bonds payable, 17.4% was financial assets sold under repurchase agreements and 38.1% was accounts payable to customers arising from securities business.

As at June 30, 2025, total interest-bearing borrowings of the Group amounted to Rmb59,388.85 million, representing an increase of 7.5% compared to that as at December 31, 2024. The borrowings comprised outstanding balances of domestic commercial bank loans of Rmb16,226.50 million, borrowings from overseas commercial bank loans of Rmb63.23 million, borrowings from other domestic financial institutions of Rmb785.67 million, short-term financing note of Rmb8,038.21 million, beneficial certificates of Rmb1,566.77 million, long-term beneficial certificates of Rmb1,526.27 million, mid-term notes of Rmb1,644.13 million, subordinated bonds of Rmb6,234.89 million, corporate bonds of Rmb23,041.48 million, convertible bond denominated in Euro that equivalents to Rmb261.70 million. Of the interest-bearing borrowings, 52.9% was not payable within one year.

As at June 30, 2025, the Group's borrowings from domestic commercial banks bore annual fixed interest rates ranged from 2.60% to 3.35%, annual floating interest rates ranged from 2.27% to 3.03%, the annual floating interest rates of overseas commercial bank loans was 4.60%, and the annual fixed interest rates of other domestic financial institution ranged from 2.70% to 3.70%. As at June 30, 2025, the annual fixed interest rates for short-term financing notes ranged from 1.68% to 1.85%. The annual floating interest rates of beneficial certificates ranged from 3.95% to 5.50%, with its annual fixed interest rates of 2.26% to 2.90%. The annual fixed interest rates of long-term beneficial certificates were 2.50% and 2.60%. The annual fixed interest rate for mid-term notes was 2.80%. The annual fixed annual interest rates for subordinated bonds ranged from 2.28% to 4.07%. The annual fixed interest rate for corporate bond ranged from 1.64% to 3.40%. The annual coupon rate for convertible bond denominated in Euro was nil.

Total interest expenses and profit before interest and tax for the Period amounted to Rmb749.53 million and Rmb5,613.75 million, respectively. The interest cover ratio (profit before interest and tax over interest expenses) stood at 7.5 times (Corresponding period of 2024: 5.6 times).

As at June 30, 2025, the asset-liability ratio (total liabilities over total assets) of the Group was 67.9% (December 31, 2024:66.1%). Excluding the effect of customer deposits arising from the securities business, the resultant asset-liability ratio (total liabilities less balance of accounts payable to customers arising from securities business over total assets less bank balances and clearing settlement fund held on behalf of customers) of the Group was 56.7% (December 31, 2024: 56.6%).

### **Capital structure**

As at June 30, 2025, the Group had Rmb83,680.10 million in total equity, Rmb146,446.89 million in fixed-rate liabilities, Rmb15,232.53 million in floating-rate liabilities, and Rmb15,083.36 million in interest-free liabilities, representing 32.1%, 56.2%, 5.8% and 5.9% of the Group's total capital, respectively. The gearing ratio, which is computed by dividing the total liabilities less accounts payable to customers arising from the securities business by total equity, was 130.9% as at June 30, 2025 (December 31, 2024: 129.0%).

### **Capital expenditure commitments and utilization**

During the Period, capital expenditure of the Group totaled Rmb503.67 million. Amongst the total capital expenditure, Rmb51.00 million was incurred for acquiring equity investment, Rmb32.39 million was incurred for acquisition and construction of properties, Rmb115.42 million was incurred for acquisition and construction of equipment and facilities, and Rmb304.86 million was incurred for reconstruction and expansion projects of existing expressways.

As at June 30, 2025, the remaining capital expenditure committed by the Group amounted to Rmb4,908.04 million in total. Amongst the remaining balance of total capital expenditure committed by the Group, Rmb742.00 million will be used for acquiring equity investments, Rmb202.74 million will be used for acquisition and construction of properties, Rmb1,468.16 million for acquisition and construction of equipment and facilities, Rmb2,495.14 million for reconstruction and expansion projects of existing expressways.

The Group will first consider financing the above-mentioned capital expenditure commitments with internal resources, and then will comprehensively consider using debt financing and equity financing to meet any shortfalls.

### **Contingent liabilities and pledge of assets**

The Company and Shaoxing Communications Investment Group Co., Ltd. (the other joint venture partner that holds 50% equity interest in Shengxin Co) provided Shengxin Co with joint guarantee for its bank loans of Rmb2.20 billion, in accordance with their proportionate equity interests in Shengxin Co. As at June 30, 2025, the remaining bank loan balance was Rmb395.43 million.

Zhejiang Zhoushan Bay Bridge Co., Ltd., a subsidiary of the Company, pledged its rights of toll on expressway for its bank borrowing, and as at June 30, 2025, the remaining bank loan balance was Rmb4,787.19 million.

Deqing County De'an Highway Construction Co., Ltd., a subsidiary of the Company, pledged its trade receivables for its bank borrowing, and as at June 30, 2025, the remaining bank loan balance was Rmb330.78 million.

Zhejiang LongLiLiLong Expressway Co., Ltd., a subsidiary of the Company, pledged its rights of toll on expressway for its bank borrowing, and as at June 30, 2025, the remaining bank borrowing balance was Rmb6,069.16 million.

Jiaxing Zhajiasu Expressway Co., Ltd., a subsidiary of the Company, pledged its right of toll on expressway for its bank borrowing, and as at June 30, 2025, the remaining bank loan balance was Rmb1,241.15 million.

Except for the above, during the period, the Group did not have any other contingent liabilities, pledge of assets or guarantees.

## Foreign exchange exposure

During the Period, save for (i) dividend payments to the holders of H shares in Hong Kong dollars; (ii) Zheshang International Financial Holding Co., Ltd. operating in Hong Kong; (iii) balance of the Euro230 million zero coupon convertible bond issued in Hong Kong capital market in January 2021, which will be redeemed if not converted on September 9, 2025, is Euro27.2 million; (iv) issuance of the senior fixed-rate bonds with a principal amount of USD470 million in Hong Kong capital market in July 2021, which will be due in July 2026 and has an coupon rate of 1.638%; the Group's principal operations were transacted and booked in Renminbi.

During the Period, the Group has not used financial instruments for hedging purpose.

## OUTLOOK

Looking ahead to the second half of 2025, geopolitical tensions are unlikely to ease in the short term, adjustments and negotiations in trade policies may exacerbate fluctuations in global supply chains, with external environmental instability and uncertainty on the rise. In facing a more complex and challenging international landscape, the Chinese government will adhere to maintaining a steady yet progressive approach, accelerating establishment of a new development paradigm, prioritizing expansion of domestic demand, and promoting integrated development of technological innovation with industrial innovation. With coordinated implementation of macroeconomic policies and continued release of domestic demand potential, China's economy is expected to maintain a stable and positive development trend.

### (I) Expressway Business

China's economy continues to maintain steady growth with positive momentum, with Zhejiang Province demonstrating strong economic resilience and robust development momentum, which will collectively provide a solid foundation for stable development of the Group's expressway business. The Group will seize opportunities, adhere to the strategic orientation of "expanding growth, extending existing business, activating dynamic variables and stabilizing profitability levels", and strive to create long-term returns for shareholders through steady operational performance.

**Stay focused on main responsibilities of expressway business.** The Group will continue to ensure safe and smooth traffic by strengthening accident prevention, congestion management and technological maintenance, and also enhance public's satisfaction by deepening special action to improve service quality. The Group will accelerate the upgrade of toll stations to comprehensive service stations, integrating diverse scenarios such as travel services, information exchange and commercial ecosystems. Furthermore, the Group will expand measures such as "Expressway+", differentiated services and attracting traffic volume against parallel road network to continuously improve operational capabilities of its core business.



**Proceed steadily with capital operations.** The Group looks forward to leveraging functions of the investment platform “Zhijiang Communications Holdings” to explore market-based merger and acquisition opportunities for high-quality expressways. Additionally, the Group is exploring innovative financing channels such as REITs to further optimize existing assets and reduce overall funding costs. The Group will also actively advance construction of existing reconstruction and expansion projects, accelerate feasibility study for reconstruction and expansion of Shanghai-Hangzhou-Ningbo Expressway and incorporate it into the 15th Five-Year Plan for implementation, thereby supporting sustainable development of its core business.

**Speed up industrial transformation and upgrading.** With a focus on transportation and energy integration, the Group plans the layout of new energy heavy-duty truck recharging stations and expansion of distributed photovoltaic projects construction along expressways under its management to help build a green and low-carbon transportation network. With a focus on intelligent transportation, the Group intends to accelerate the iteration and upgrading of related products to enhance capabilities of safe and smooth operation of intelligent expressways. With a focus on road-related economy, the Group will expand its management output, transportation organization and other business operations to continue generating economic benefits.

**Strengthen digital intelligence-enabled development.** The Group aims to enhance corporate governance efficiency by advancing digitalization of internal control systems, while optimizing allocation of internal green electricity resources by establishing a digital platform for energy management. Through deepening application and promotion of innovative technologies, the Group is expected to increase proportions of preventive maintenance on road surfaces. The Group will continue to expand cross-domain data product transactions by leveraging existing data algorithms models from expressway operations, while exploring and innovating business models for data asset transactions to expand its scope of development cooperation.

## **(II) Securities Business**

Looking ahead to the second half of 2025, the securities business will face opportunities such as deepening capital market reforms, accelerated development of financial technology and expansion of cross-border financial businesses. However, it will also face challenges such as increased uncertainty in international financial markets, stricter regulation within the securities industry and intensified market competition. Zheshang Securities will conduct in-depth analysis of macroeconomic trends, closely monitor financial regulation, keep pace with industrial transformations driven by technological revolution, and keenly seize policy dividends and market opportunities, striving to fully convert positive factors into development achievements.

Zheshang Securities will fully leverage unique business advantages, support equity and debt financing as well as mergers and acquisitions for technology-driven enterprises. Seizing opportunities of significant growth in emerging demands such as cross-border wealth management, overseas listings and cross-border mergers & acquisitions, Zheshang Securities aims to accelerate improvement of international business capabilities. Zheshang Securities will adhere to the strategy of “expanding growth + activating existing business”, strengthen business innovation efforts, and expand the scale of its brokerage business clients. Centering on comparative advantages, Zheshang Securities will build a distinctive wealth management brand, integrate resources effectively in the low-interest-rate era, and enhance the competitive edge of its wealth management business. Zheshang Securities seeks to prioritize cultivation of artificial intelligence applications in core business scenarios such as investment research and investment advisory services, and comprehensively advance the application of financial technology to empower development of securities business.

## **IMPORTANT EVENTS OCCURRED SINCE THE END OF THE PERIOD**

Save for the matters in relation to redemption of all outstanding Convertible Bond 2021 disclosed on July 29, 2025 and planning of a major asset restructuring disclosed on August 19, 2025 by the Company, there have been no other important events affecting the Group since the end of the Period.

## **PURCHASE, SALE AND REDEMPTION OF THE COMPANY’S LISTED SECURITIES**

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

## **COMPLIANCE WITH LISTING RULES APPENDIX C1**

During the Period, the Company complied with the code provisions in the Corporate Governance Code (the “**Code**”) set out in Appendix C1 to the Listing Rules, and adopted the recommended best practices in the Code as and when applicable during the Period.



## **PUBLICATION OF FINANCIAL INFORMATION**

This interim results announcement is published on the websites of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company ([www.zjec.com.cn](http://www.zjec.com.cn)). The interim report of the Company for the six months ended June 30, 2025 will be available on the above websites in due course.

On behalf of the Board  
**Zhejiang Expressway Co., Ltd.**  
**YUAN Yingjie**  
*Chairman*

Hangzhou, the PRC, August 22, 2025

*As at the date of this announcement, the Chairman of the Company is Mr. YUAN Yingjie; the executive Directors of the Company are: Mr. WU Wei and Mr. LI Wei; the non-executive Directors of the Company are: Mr. YANG Xudong, Mr. FAN Ye and Mr. HUANG Jianzhang; and the independent non-executive Directors of the Company are: Mr. PEI Ker-Wei, Ms. LEE Wai Tsang, Rosa and Mr. YU Mingyuan.*