

OUHUA ENERGY HOLDINGS LIMITED
(Company registration number: 37791)
AND ITS SUBSIDIARIES

Condensed Interim Consolidated Financial Statements
For the six months period ended 30 June 2025

Certain numerical figures set out in this Announcement, including financial data presented in millions or thousands and percentages, have been subject to rounding adjustments, and, as a result, the totals of the data in this Announcement may vary slightly from the actual arithmetic totals of such information. Percentages and amounts reflecting changes over time periods relating to financial and other data set forth in paragraph 2 of other information required by Listing Rule 7.2 of this Announcement are approximate figures and have been calculated using the numerical data in our consolidated financial statements or the tabular presentation of other data (subject to rounding) contained in this Announcement, as applicable, and not using the numerical data in the narrative description thereof.

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OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME

		Group		
		Six months ended 30 June		
	Note	2025 RMB'000	2024 RMB'000	% change
Revenue	4	1,230,846	1,364,490	(9.8)
Cost of sales		<u>(1,225,756)</u>	<u>(1,334,581)</u>	(8.2)
Gross profit		5,090	29,909	(83.0)
Other operating income	5	4,991	4,478	11.5
Selling and distribution expenses		(21,545)	(27,325)	(21.2)
Administrative expenses		(6,418)	(8,935)	(28.2)
Other operating expenses	6	<u>(5,877)</u>	<u>(11,286)</u>	(47.9)
Loss from operations		(23,759)	(13,159)	80.6
Finance costs	7	<u>(9,815)</u>	<u>(10,029)</u>	(2.1)
Loss before income tax	8	(33,574)	(23,188)	44.8
Income tax	10	<u>(6)</u>	<u>(2,504)</u>	N.M.
Loss for the financial period		<u>(33,580)</u>	<u>(25,692)</u>	30.7
Other comprehensive loss:				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation foreign operations		<u>844</u>	<u>(1,188)</u>	N.M.
Total comprehensive loss for the financial period		<u>(32,736)</u>	<u>(26,880)</u>	21.9
(Loss)/Profit attributable to:				
Equity holder of the Company		(33,498)	(25,873)	
Non-controlling interests		<u>(82)</u>	<u>181</u>	
		<u>(33,580)</u>	<u>(25,692)</u>	
Total comprehensive (loss)/income attributable to:				
Equity holder of the Company		(32,654)	(27,061)	
Non-controlling interests		<u>(82)</u>	<u>181</u>	
		<u>(32,736)</u>	<u>(26,880)</u>	

“N.M.” – Not Meaningful

The accompanying notes form an integral part of the financial statements

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

		Group		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Note	As at 30 June 2025	As at 31 Dec 2024	As at 30 June 2025	As at 31 Dec 2024
		RMB'000	RMB'000	RMB'000	RMB'000
Non-current assets					
Property, plant and equipment	13	196,900	212,413	-	-
Intangible assets		3,388	3,432	-	-
Investment in subsidiaries	14	-	-	284,277	284,277
Total non-current assets		200,288	215,845	284,277	284,277
Current assets					
Inventories	15	239,529	139,341	-	-
Trade and other receivables	16	381,845	293,944	-	-
Due from a related party	17	75,538	118,032	69	67
Pledged fixed deposits	18	-	29,768	-	-
Cash and cash equivalents	19	26,491	173,919	381	393
Total current assets		723,403	755,004	450	460
Total assets		923,691	970,849	284,727	284,737
Current liabilities					
Trade and other payables	20	133,549	147,872	3,960	4,256
Due to related parties	17	13,393	12,842	4,639	4,658
Due to a subsidiary		-	-	42,328	41,800
Due to holding company	21	1,790	1,797	1,790	1,797
Bank borrowings	22	498,000	486,000	-	-
Lease liabilities-current	23	11,946	11,946	-	-
Income tax payable		3,963	11,454	-	-
Total current liabilities		662,641	671,911	52,717	52,511
Non-current liabilities					
Long term bank borrowings		23,278	23,567	-	-
Deferred tax liabilities		2,861	2,898	-	-
Lease liabilities-non-current	23	30,850	35,676	-	-
Total non-current liabilities		56,989	62,141	-	-
Total liabilities		719,630	734,052	52,717	52,511
Net assets		204,061	236,797	232,010	232,226
Issued capital and reserves attributable to owners of the Company					
Share capital	24	149,488	149,488	149,488	149,488
Share premium	25	130,298	130,298	130,298	130,298
Statutory reserve	26	20,953	20,953	-	-
Foreign currency translation reserve	27	3,966	3,122	(41,897)	(42,113)
Treasury shares	28	(4,783)	(4,783)	(4,783)	(4,783)
Accumulated losses		(99,825)	(66,327)	(1,096)	(664)
Total equity attributable to owners of the Company		200,097	232,751	232,010	232,226
Non-controlling interest		3,964	4,046	-	-
Total equity		204,061	236,797	232,010	232,226

The accompanying notes form an integral part of the financial statements.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Group	Share capital	Treasury share	Share premium	Statutory reserve	Foreign exchange translation reserve	Accumulated losses	Non- controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2024	149,488	(2,506)	130,298	20,953	3,796	3,129	4,147	309,305
Net loss for the financial period	-	-	-	-	-	(25,873)	181	(25,692)
Exchange differences on translating foreign operations	-	-	-	-	(1,188)	-	-	(1,188)
Total comprehensive (loss)/ income for the financial year	-	-	-	-	(1,188)	(25,873)	181	(26,880)
Purchase of treasury shares	-	(1,434)	-	-	-	-	-	(1,434)
Balance at 30 Jun 2024	<u>149,488</u>	<u>(3,940)</u>	<u>130,298</u>	<u>20,953</u>	<u>2,608</u>	<u>(22,744)</u>	<u>4,328</u>	<u>280,991</u>
Balance at 1 January 2025	149,488	(4,783)	130,298	20,953	3,122	(66,327)	4,046	236,797
Net loss for the financial period	-	-	-	-	-	(33,498)	(82)	(33,580)
Exchange differences on translating foreign operations	-	-	-	-	844	-	-	844
Total comprehensive loss for the financial year	-	-	-	-	844	(33,498)	(82)	(32,736)
Balance at 30 June 2025	<u>149,488</u>	<u>(4,783)</u>	<u>130,298</u>	<u>20,953</u>	<u>3,966</u>	<u>(99,825)</u>	<u>3,964</u>	<u>204,061</u>

The accompanying notes form an integral part of the financial statements.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	For the six months ended 30 June	
		2025	2024
		RMB'000	RMB'000
Cash flows from operating activities			
Loss before income tax		(33,574)	(23,188)
Adjustments for:			
Depreciation of property, plant and equipment	13	20,491	14,517
Amortisation of intangible assets		44	45
Interest income		(295)	(150)
Interest expense		9,815	10,029
Loss on disposal of property, plant and equipment		-	34
Operating profit before working capital changes		(3,519)	1,387
Working capital changes:			
Inventories		(100,187)	107,024
Trade and other receivables		(94,756)	(176,009)
Due from related parties		47,214	5002
Trade and other payables		(16,653)	(116,259)
Cash used in operations		(167,901)	(178,955)
Interest received		295	150
Income tax paid		(7,534)	(3,719)
Net cash used in operating activities		(175,140)	(182,524)
Cash flows from investing activities			
Acquisition of property, plant and equipment	13	(5,198)	(12,622)
Proceeds from disposal of property, plant and equipment		220	220
Net cash flows used in investing activities		(4,978)	(12,402)
Cash flows from financing activities			
Proceed from fixed deposits		29,768	-
Repayment from/(to) related parties		5,014	(22)
Proceeds from bank borrowings		486,000	583,396
Repayment of lease liabilities		(4,826)	(5,374)
Repayment of bank borrowings		(484,104)	(486,036)
Purchase of treasury shares		-	(1,434)
Effect of foreign currency re-alignment on financing activities		13	46
Net cash generated from financing activities		31,865	90,576
Net decrease in cash and cash equivalents		(148,253)	(104,350)
Cash and cash equivalents at beginning of the financial period		173,920	161,122
Effect of foreign exchange rate change in cash and cash equivalent		824	(1,188)
Cash and cash equivalents at end of the financial period		26,491	55,584

The accompanying notes form an integral part of the financial statements

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

Ouhua Energy Holdings Limited (“the Company”) is a company incorporated in Bermuda under the Bermuda Companies Act as an exempted company with limited liability. The Company’s registered office is located at 5th Floor, Victoria Place, 31 Victoria Street, Hamilton HM10, Bermuda. The principal place of business of the Group is located at Long Wan Suo Cheng Town, Raoping County, Guangdong Province, People’s Republic of China (“PRC”). The Company is listed on the mainboard of Singapore Exchange Securities Trading Limited.

The principal activity of the Company is that of investment holding.

The Company’s holding company is High Tree Worldwide Ltd., a company incorporated in British Virgin Islands and is wholly-owned by Liang Guo Zhan, Executive Chairman of the Group.

2. Summary of significant accounting policies

2.1 Basis of preparation

The financial information has been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”), including related Interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”).

The financial information does not contain all the information required for full annual financial statements. The financial statements of the Group and the statement of financial position of the Company are presented in Chinese Renminbi (“RMB”), which is the presentation currency of the Group. The functional currency of the Company is United States dollar. As the Group mainly operates in PRC, RMB is used as the presentation currency of the Group and the Company. All financial information presented in RMB has been recorded to the nearest thousand (RMB’000) unless stated otherwise.

The preparation of financial information in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the Group’s application of accounting policies and reported amounts of assets, liabilities, revenue and expenses. Although these estimates are based on management’s best knowledge of current events and actions, actual results may differ from those estimates.

2.2 Use of judgements and estimates

In preparing the condensed financial statements, management has made 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.

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 consolidated financial statements as at and for the the six months period ended 30 June 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2. Summary of significant accounting policies (continued)

2.3 Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with IFRSs.

3. Seasonal operations

The Group's businesses are affected significantly by seasonal or cyclical factors during the financial period.

4. Revenue

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Sale of goods		
- Liquefied petroleum gas ("LPG")	1,217,974	1,311,645
- Propane ("C3")	2,956	16,630
- Butane ("C4")	6,847	33,872
Provision of services		
- Electricity	3,069	2,343
Revenue from contracts with customers	1,230,846	1,364,490

4. Revenue (Continued)

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major product/service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments:

	Liquefied Petroleum Gas		Others		Total	
	2025	2024	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Primary geographical markets						
PRC	1,217,974	1,311,645	3,069	2,343	1,221,043	1,313,988
Asia Pacific	-	-	9,803	50,502	9,803	50,502
Total	1,217,974	1,311,645	12,872	52,845	1,230,846	1,364,490
Major product/service lines						
Liquefied petroleum gas ("LPG")	1,217,974	1,311,645	-	-	1,217,974	1,311,645
Propane ("C3")	2,956	16,630	-	-	2,956	16,630
Butane ("C4")	6,847	33,872	-	-	6,847	33,872
Electricity	-	-	3,069	2,343	3,069	2,343
Total	1,227,777	1,362,147	3,069	2,343	1,230,846	1,364,490

Contract balances

The following table provides information about contract liabilities from contracts with customers.

	Group	
	As at 30 June 2025	As at 31 December 2024
	RMB'000	RMB'000
Contract liabilities (Note 20)	(39,525)	(26,782)

Significant changes in the contract liabilities balances during the period are as follows.

	Group	
	6 months ended 30 June 2025	2024
	RMB'000	RMB'000
Revenue recognized that was included in the contract liability balance at the beginning of the financial period	26,782	28,893

The increase in contract liabilities for the six months period ended 30 June 2025 as compared to previous period is due to more advances received from customers for future sales of liquefied petroleum gas during the financial period.

5. Other operating income

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Tug boat service	342	269
Interest income from fixed deposits	295	153
Government subsidy	1,327	519
Vessel rental income	2,039	2,039
Foreign exchange gain	963	1,334
Others	25	164
	<u>4,991</u>	<u>4,478</u>

6. Other operating expenses

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Bank charges	2,917	5,777
Depreciation of vessel	2,622	2,622
Donation	330	155
Loss on disposal of property, plant and equipment	-	34
Foreign exchange loss	8	2,383
Loss on investment of derivatives	-	315
	<u>5,877</u>	<u>11,286</u>

7. Finance costs

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Interest on bank borrowings	8,619	8,909
Interest on leases	1,196	1,120
	<u>9,815</u>	<u>10,029</u>

8. Loss before income tax expense

In addition to the charges and credits disclosed elsewhere in the financial statements, the above includes the following charges:

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Audit fees paid to auditors		
- Auditors of the Company	91	226
- Other auditors	56	107
Foreign exchange loss	8	2,383
Depreciation on property, plant and equipment	15,328	14,528
Amortisation on intangible asset	44	45
Employee benefit costs (Note 9)	4,289	8,951
Marine freight	16,053	21,484
Loss on disposal of property, plant and equipment	-	34

9. Employee benefits costs

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Salaries, bonuses and allowances	2,785	7,377
Other staff benefits	517	648
Contribution to retirement benefits schemes	987	926
	<u>4,289</u>	<u>8,951</u>

Employee benefits costs included the amounts shown as Directors' remuneration in Note 29(b) to the financial statements.

10. Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	6 months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Current tax		
Current financial period	43	11
Deferred tax expenses		
Origination and reversal of temporary differences	(37)	2,493
	<u>6</u>	<u>2,504</u>

11. Earnings per share

The calculations for earnings per share of the Group are based on:

	Group	
	6 months ended 30 June	
	2025	2024
Profit attributed to equity holders (RM'000)	(33,498)	(25,873)
Weighted average number of ordinary shares ('000)	372,951	376,044
Basic and diluted earnings per share (RMB fen)	(8.98)	(6.88)

Basic earnings per share is calculated by dividing the Group's profit attributed to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period. Diluted earnings per share is calculated by dividing the Group's profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all dilutive potential ordinary shares into ordinary shares.

There is no dilutive potential ordinary share for 6 months ended 30 June 2025 and 2024.

- 12. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	As at 30 Jun 2025	As at 31 Dec 2024	As at 30 Jun 2025	As at 31 Dec 2024
NAV per share (RMB cents)	54.72	63.49	62.21	62.27

Net asset value per ordinary share is calculated using the Group's and the Company's net asset values, as at the end of the respective financial period divided by the number of shares in issue (excluding treasury shares) of 372,951,100 and 372,951,100 ordinary shares as at 30 June 2025 and 31 December 2024, respectively.

13. Property, plant and equipment

During the six months ended 30 June 2025, the Group acquired assets amounting to RMB5,198,000 (30 June 2024: RMB12,622,000) and disposed of assets with carrying amount of RMB220,000 (30 June 2024: RMB391,000).

14. Investments in subsidiaries

	Company	
	As at 30 Jun 2025 RMB'000	As at 31 Dec 2024 RMB'000
Unquoted equity investment, at cost	284,277	284,277

15. Inventories

	Group	
	As at 30 Jun 2025 RMB'000	As at 31 Dec 2024 RMB'000
Raw materials	238,832	118,531
Finished goods	697	5,146
Goods in transit	-	15,664
	239,529	139,341

Cost of inventories recognized in cost of sales amounted to approximately RMB1,224,570,077 (2024: RMB 3,081,802,000) during the financial period.

16. Trade and other receivables

	Group	
	As at 30 Jun 2025 RMB'000	As at 31 Dec 2024 RMB'000
Trade receivables – third parties	30,532	47,015
Less: Loss allowance	(1,169)	(1,169)
Total trade receivables	29,363	45,846
Prepayments	619	530
Security deposits	50,000	47,096
Advances to suppliers	288,333	195,886
Value added tax receivables - net	11,126	4,140
Others	2,579	621
Less: Loss allowance	(175)	(175)
Total other receivables	352,482	248,098
Total trade and other receivables	381,845	293,944

17. Due from/to related parties

	Group		Company	
	As at 30 Jun 2025 RMB'000	As at 31 Dec 2024 RMB'000	As at 30 Jun 2024 RMB'000	As at 31 Dec 2024 RMB'000
Due from a related party				
Trade	71,081	113,582	-	-
Non-trade	4,457	4,450	69	67
	75,538	118,032	69	67
Due to a related party				
Non-trade	13,393	12,842	4,639	4,658

The trade and non-trade amount due from/to related parties are unsecured, interest-free and are repayable on demand.

18. Pledged fixed deposits

Fixed deposits at the end of the financial period have an average period of 3 months (2024: 3 months) from the end of the financial year.

Fixed deposits are pledged with financial institutions as security for banking facilities granted to the Group. The effective interest rate for those fixed deposits is at 0.30% (2024: 0.30%) per annum. The carrying amounts of pledged fixed deposits approximate their fair values.

19. Cash and cash equivalents

	Group		Company	
	As at 30 Jun 2025	As at 31 Dec 2024	As at 30 Jun 2025	As at 31 Dec 2024
	RMB'000	RMB'000	RMB'000	RMB'000
Cash balances	938	177	-	-
Bank balances	25,553	173,742	381	393
	<u>26,491</u>	<u>173,919</u>	<u>381</u>	<u>393</u>

The carrying amounts of cash and cash equivalents approximate their fair values.

As at 30 June 2025, the Group has cash and cash equivalents placed with banks in the PRC amounting to RMB 25,172,000 (2024: RMB 173,281,000). The repatriation of the cash into Singapore is subject to the Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations in the PRC.

20. Trade and other payables

	Group	
	As at 30 Jun 2025	As at 31 Dec 2024
	RMB'000	RMB'000
Trade payables	76,000	102,700
Accrued expenses	5,905	6,294
Interest payables	1,167	997
Contract liabilities	39,525	26,782
Due to directors	2,658	2,669
Others	<u>8,294</u>	<u>8,430</u>
Total trade and other payables	<u>133,549</u>	<u>147,872</u>

Trade payables are non-interest bearing and are normally settled on 30 days (2024: 30 days) terms while other payables have an average term of 10 days (2024: 10 days).

Amounts due to directors are non-trade in nature, unsecured, interest-free and is repayable on demand.

Contract liabilities relate to advances from customers. A contract liability is recognized for the advances received from customers and is derecognized as and when the performance obligations met.

Others include salary payable, staff welfare payable and other payable related to operations.

21. Due to a subsidiary and holding company

Amount due to a subsidiary and holding company are non-trade in nature, unsecured, interest-free and are repayable on demand. The carrying amount of amount due to a subsidiary and holding company approximates their fair values.

22. Bank borrowings

Amount repayable in one year or less, or on demand

(RMB'000)	As at 30 June 2025		As at 31 December 2024	
	Secured	Unsecured	Secured	Unsecured
Borrowings	498,000	-	486,000	-

Amount repayable after one year

	As at 30 June 2025		As at 31 December 2024	
	Secured	Unsecured	Secured	Unsecured
Borrowings	23,278	-	23,567	-

Details of any collaterals:

	Group	
	As at 30 Jun 2025 RMB'000	As at 31 Dec 2024 RMB'000
<u>Due within one year</u>		
Trust receipts	218,000	206,000
Bank loan A	-	100,000
Bank loan B	-	114,750
Bank loan C	-	65,250
Bank loan D	100,000	-
Bank loan E	68,000	-
Bank loan F	46,000	-
Bank loan G	66,000	-
	498,000	486,000
<u>Due after one year</u>		
Bank loan H	4,478	4,767
Bank loan I	18,800	18,800
	23,278	23,567
	521,278	509,567

22. Bank borrowings (continued)

The effective borrowing rates for trust receipts and bank loans range between 2.7% (2024: 4.0%) and 4.0% (2024: 4.30%) respectively.

The trust receipts and secured bank loan were secured by pledged fixed deposits (Note 18) and corporate guarantees from related parties and personal guarantee by a director.

- a) Bank loan A relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Jan 2025. The interest rate for the loan is 4.0%.
- b) Bank loan B relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Feb 2025. The interest rate for the loan is 4.0%.
- c) Bank loan C relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Jun 2025. The interest rate for the loan is 4.0%.
- d) Bank loan D relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Jan 2026. The interest rate for the loan is 4.0%.
- e) Bank loan E relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Mar 2026. The interest rate for the loan is 3.6%.
- f) Bank loan F relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Apr 2026. The interest rate for the loan is 3.6%.
- g) Bank loan G relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and personal guarantee by a director. The loan term is 1 year and repayable in Jun 2026. The interest rate for the loan is 3.6%.
- h) Bank loan H relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and equipment guarantees. The loan term is 9 years and repayable in Feb 2033. The interest rate for the loan is 4.3%.
- i) Bank loan I relates to secured Renminbi denominated bank loan secured by corporate guarantees from related parties and equipment guarantees. The loan term is 9 years and repayable in Dec 2033. The interest rate for the loan is 4.3%.

The carrying amounts of bank borrowings approximate their fair values.

23. The Group as a lessee

	Group	
	As at 30 Jun 2025	As at 31 Dec 2024
	RMB'000	RMB'000
Lease liabilities- non-current	30,850	35,676
Lease liabilities – current	11,946	11,946
	<u>42,796</u>	<u>47,622</u>

24. Share capital

	Group and Company					
	2025	2024	2025		2024	
	No. of ordinary shares					
	'000	'000	USD'000	RMB'000	USD'000	RMB'000
Authorized (USD0.05 each)	1,000,000	1,000,000	50,000	390,000	50,000	390,000
Issued and fully paid at 1 January and 30 June	383,288	383,288	19,164	149,488	19,164	149,488

The Company has one class of ordinary shares which carry no right to fixed income.

The holders of ordinary shares are entitled to receive dividends as and when declared. All ordinary shares carry one vote per share without restriction.

25. Share premium

	Group and Company			
	2025		2024	
	US\$'000	RMB'000	US\$'000	RMB'000
At 1 January and 30 June	16,704	130,298	16,704	130,298

Share premium is the capital of the Company raised upon issuing shares that was in excess of the par value of the shares of USD0.05.

26. Statutory reserve

According to the relevant PRC regulations and the Articles of Association of the PRC subsidiary, it is required to transfer 10% of its profit after income tax, as determined under China's General Accepted Accounting Principles, to the statutory surplus reserve until the reserve balance reaches 50% of its registered capital. The transfer to this reserve must be made before the distribution of dividends to equity owners. Statutory surplus reserve can be used to make good previous years' losses, if any, and may be converted into paid-in capital in proportion to the existing interests of equity owners, provided that the balance after such conversion is not less than 25% of the registered capital.

During financial year ended 31 December 2024 and the financial period ended 30 June 2025, there is no movement on the Group's statutory reserve.

27. Foreign currency translation reserve

The foreign currency translation reserve comprises all foreign currency exchange differences arising from the translation of the financial statements of the Company whose functional currency is different from that of the Group's presentation currency. Movement in this account is set out in the consolidated statement of changes in equity.

28. Treasury shares

Treasury shares reserve comprises the cost of the Company's shares held by the Company.

	Group and Company			
	As at 30 June 2025		As at 31 December 2024	
	No. of ordinary shares	RMB'000	No. of ordinary shares	RMB'000
At 1 January	10,336,900	4,783	5,707,900	2,506
Additions	-	-	4,629,000	2,277
At 30 June and 31 December	10,336,900	4,783	10,336,900	4,783

29. Significant related party transactions

During the financial period, in addition to those related party information disclosed elsewhere in the financial statements, the following significant transactions took place during the financial period at terms agreed between the parties:

- (a) Sale and purchases of goods and services

	Group	
	6 months ended 30 June	
	2025 RMB'000	2024 RMB'000
Revenue		
Sale of LPG to related parties	62,593	148,414
Expenses		
Lease of port terminals, land use rights, office premises and staff dormitory paid to related parties	(4,214)	(5,214)
LPG transportation freight charges paid to related party	-	(3,719)
Lease of storage facilities paid to related party	(3,000)	(3,000)

- (b) Compensation of key management personnel

The remuneration of directors of the Group during the financial period are as follows:

	Group	
	6 months ended 30 June	
	2025 RMB'000	2024 RMB'000
Director's fees	-	-
Director's salaries	251	99
	251	99

30. Financial assets and financial liabilities

The carrying amount of the different categories of financial instruments is as disclosed on the face of the statements of financial position and as follows:

		<u>Group</u>	
	<u>Note</u>	<u>As at 30</u> <u>Jun 2025</u> <u>RMB'000</u>	<u>As at 31</u> <u>Dec 2024</u> <u>RMB'000</u>
Financial assets at amortised cost			
Trade receivables – third parties	16	29,363	45,846
Other receivables (<i>excluding prepayment, advance to suppliers</i>)	16	52,404	47,542
Due from a related party	17	75,538	118,032
Pledged fixed deposits	18	-	29,768
Cash and cash equivalents	19	26,454	173,919
		<u>183,759</u>	<u>415,107</u>
Financial liabilities at amortised cost			
Trade payables	20	76,000	102,700
Other payables (excluding contract liabilities)	20	18,024	18,390
Due to a related party	17	13,393	12,842
Due to a holding company	21	1,790	1,797
Bank borrowings	22	521,278	509,567
Lease liabilities	23	42,796	47,622
		<u>673,281</u>	<u>692,918</u>
Company			
	<u>Note</u>	<u>As at 30</u> <u>Jun 2025</u> <u>RMB'000</u>	<u>As at 31</u> <u>Dec 2024</u> <u>RMB'000</u>
Financial assets at amortised cost			
Cash and cash equivalents	19	381	393
Due from a related party	17	69	67
		<u>450</u>	<u>460</u>
Financial liabilities at amortised cost			
Trade and other payables		3,960	4,256
Due to related parties	17	4,639	4,658
Due to a subsidiary		42,328	41,800
Due to a holding company		1,790	1,797
		<u>52,717</u>	<u>52,511</u>

30. Financial assets and financial liabilities (continued)

The fair values of applicable assets and liabilities are determined and categorised using a fair value hierarchy as follows:

- (a). Level 1 - the fair values of assets and liabilities with standard terms and conditions and which trade in active liquid markets that the Group can access at the measurement date are determined with reference to quoted market prices (unadjusted).
- (b). Level 2 - in the absence of quoted market prices, the fair values of the assets and liabilities (excluding derivative instruments) are determined using the other observable, either directly or indirectly, inputs such as quoted prices for similar assets/liabilities in active markets, quoted prices for identical or similar assets/liabilities in non-active markets.
- (c). Level 3 - in the absence of quoted market prices included within Level 1 and observable inputs included within Level 2, the fair values of the remaining assets and liabilities are determined in accordance with generally accepted pricing models.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Except as disclosed in the respective notes, the carrying amounts of the current financial assets and financial liabilities approximate their respective fair values.

31. Subsequent events

There are no known subsequent events which have led to adjustments to this set of financial statements.

Other Information Required by Listing Rule Appendix 7.2

OTHER INFORMATION

1. Review

The Condensed statements of financial position of Ouhua Energy Holdings Limited and its subsidiaries as at 30 June 2025 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the financial period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Condensed consolidated statement of profit or loss and other comprehensive income

For six months ended 30 June 2025 ("FY2025 1H") vs six months ended 30 June 2024 ("FY2024 1H").

Revenue

Revenue from LPG sector decreased by approximately 9.86% or RMB 134.4 million from RMB 1,362.1 million in FY2024 1H to RMB 1,227.8 million in FY2025 1H due to fierce competition and weak demand in FY2025 1H in the liquefied petroleum gas ("LPG") market. Sales volume of LPG fell from 291,553 tons in FY2024 1H to 263,828 tons in FY2025 1H. Solar power generation recorded RMB 3.1 million revenue in FY2025 1H and it was RMB 2.3 million in FY2024 1H.

Gross profit

Gross profit decreased by RMB 24.8 million or 82.9% from RMB 29.9 million in FY2024 1H to RMB 5.1 million in FY2025 1H due to the price fluctuation and fierce competition in LPG market. The average market price dropped from RMB 5,166 per ton in January to RMB 4,856 per ton in June, resulting in fierce competition in sales market. Meanwhile, the price fluctuation of LPG also impacted on our cost of sales, which narrowed our gross profit margin from 2.19% in FY2024 1H to 0.41% in FY2025 1H.

Other operating income

Other operating income increased from RMB 4.5 million in FY2024 1H to RMB 5.0 million in FY2025 1H. The increase of RMB 0.5 million or 11.1% was mainly attributed to the increase in government subsidy of RMB 0.8 million for import and export.

Selling and distribution expenses

Selling and distribution expenses decreased by RMB 5.8 million or 21.2% from RMB 27.3 million in FY2024 1H to RMB 21.5 million in FY2025 1H due to decrease in marine freight and land freight.

Administrative expenses

Administrative expenses decreased by RMB 2.5 million or 28.2% from RMB 8.9 million in FY2024 1H to RMB 6.4 million in FY2025 1H mainly due to decrease in salaries and wages.

Other operating expenses

Other operating expenses decreased by RMB 5.4 million or 47.9% to RMB 5.93 million in FY2025 1H from RMB 11.3 million in FY2024 1H is mainly due to decrease in bank charge of RMB 2.9 million and decrease in foreign exchange loss of RMB 2.3 million.

2. Review of performance of the Group (Continued)

Finance costs

Finance costs decreased by approximately RMB 0.2 million or 2.1% from RMB 10.0 million in FY2024 1H to RMB 9.8 million in FY2025 1H mainly due to the interest on bank borrowings.

Profit attributable to equity holders

As a result of the above, the Group recorded net loss attributable to equity holders of RMB 33.5 million in FY2025 1H, compared with net loss of RMB 25.9 million in FY2024 1H.

Condensed statements of financial position

Non-current assets

Non-current assets decreased by RMB 15.5 million or 7.2% from RMB 215.8 million as at 31 December 2024 to RMB 200.3 million as at 30 June 2025 mainly due to the depreciation of fixed assets and amortization of right-of-use assets.

Current assets

Current assets decreased by RMB 31.6 million or 4.2% from RMB 755.0 million as at 31 December 2024 to RMB 723.4 million as at 30 June 2025. This is mainly due to the decrease on cash and cash equivalent of RMB 147.4 million and due from a related party of RMB 42.5 million, partially offset by the increase on inventories of RMB 100.2 million and trade and other receivables of RMB 87.9 million.

Current liabilities

Current liabilities decreased by approximately RMB 9.3 million or 1.4% from RMB 671.9 million at 31 December 2024 to RMB 662.6 million at 30 June 2025. This is mainly due to the decrease in trade and other payable of RMB 14.3 million, partially offset by the increase in bank borrowings by RMB 12.0 million.

Non-current liabilities

Non-current liabilities decreased by RMB 5.2 million was mainly due to the decrease on lease liabilities.

Condensed consolidated statement of cash flows

The Group recorded cash and cash equivalents of RMB 26.5 million as at 30 June 2025. The net decrease of RMB 148.3 million from cash and cash equivalents at 31 December 2024 mainly arose from the settlement of trade and other payable and increase of inventory.

Net cash used in operating activities amounted to RMB 175.1 million mainly due to cash utilized in working capital contributed by loss before tax amounting to RMB 33.6 million, an increase on trade and other receivables of RMB 97.7 million and a decrease on trade and other payable of RMB 16.7 million, offset by a decrease in amount due from related parties of RMB 47.2 million.

Net cash used in investing activities amounted to RMB 5.0 million was mainly due to acquisition of property, plant and equipment for the wharf upgrade and improvement.

Net cash generated from financing activities amounted to RMB 31.9 million mainly due to proceeds from fixed deposits of RMB 29.8 million and proceeds from bank borrowings of RMB 486.0 million, partially offset by repayment of bank borrowings of RMB 484.1 million.

3. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable.

4. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months**

According to IMF's latest prediction, the GDP growth in the People's Republic of China (PRC) would be 4.6% year-on-year in FY2025. The Liquefied Petroleum Gas (LPG) market is expected to continue experiencing dynamic changes over the next 12 months, driven by evolving global energy demands, shifting geopolitical factors, and advancements in energy technology. The growing focus on sustainability and cleaner energy solutions is likely to increase the adoption of LPG as an alternative to traditional fossil fuels, particularly in emerging economies.

The market will need to navigate challenges such as regulatory changes, competitive pressures from alternative energy sources like electric and hydrogen-powered technologies, and regional disparities in LPG pricing. Due to the uncertainties of geopolitical factors remaining in international energy market and recovering domestic market demand, the LPG market remains challenging and volatile. Ouhua would constantly keep making endeavor to capture opportunities from crisis.

Since entering the solar power generation market, electricity has steadily become a stable contributor to our revenue. We will continue to proactively engage in the green energy market. With the ongoing support of our customers, bank, shareholders, and other stakeholders, Ouhua remains dedicated to achieving sustainable growth.

5. **If a decision regarding dividend has been made:**

- (a) **Whether an interim (final) ordinary dividend has been declared (recommended)**

None.

- (b) **i) Amount per share in cents**

None.

- ii) Previous corresponding period in cents**

None.

- (c) **Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

- (d) **The date the dividend is payable.**

Not applicable.

- (e) **The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

6. **If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.**

No dividend has been declared or recommended for the six months ended 30 June 2025.

The Company is in loss position in FY2024 and FY2025 1H.

7. If the group has obtained a general mandate from shareholders for Interested Person Transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)	Aggregate value of all interested person transactions (excluding transactions less than \$100,000)
	RMB'000	RMB'000	RMB'000
Chaozhou Huafeng (Group) Incorporation Ltd			
- Lease of storage facilities	-	2,500	2,500
Chaozhou Huaxin Energy Co.,Ltd			
- Lease of storage facilities	-	500	500
Guangdong Zhongzhan New Energy Technology Co., Ltd			
- Sale of LPG	-	56,655	56,655
Chaozhou Huafeng Gas Factory Co., Ltd			
- Sale of LPG, Lease of port terminals, land use rights, office premises and staff dormitory	-	7,152	7,152
Guangdong Huafeng Zhongtian LNG Co., Ltd			
- Lease of port terminals, land use rights, office premises and staff dormitory	-	4,000	4,000

8. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)

We do hereby confirm on behalf of the Board of Directors of the Company ("the Board") that, to the best of our knowledge nothing has come to the attention of the Board which may render the condensed interim financial statements for the second quarter and six months ended 30 June 2025 to be false or misleading in any material aspect.

9. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

By Order of the Board

Liang Guo Zhan
Executive Chairman

14 August 2025