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DA MING INTERNATIONAL HOLDINGS LIMITED

大明國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1090)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2025	2024	
	RMB'000	RMB'000	% change
Revenue	21,198,384	22,800,874	-7.0%
Gross profit	553,697	514,473	+7.6%
Total comprehensive income for the period	22,767	9,424	+141.6%

OPERATING HIGHLIGHTS

	Six months ended 30 June		
	2025	2024	% change
Stainless steel			
Sales volume (tonnes)	995,500	965,145	+3.1%
Processing volume (tonnes)	1,521,769	1,524,910	-0.2%
Processing multiple (note)	1.53	1.58	
Carbon steel			
Sales volume (tonnes)	2,390,742	2,382,729	+0.4%
Processing volume (tonnes)	2,444,372	2,292,416	+6.6%
Processing multiple (note)	1.02	0.96	

Note: Processing multiple = Processing volume/Sales volume

INTERIM RESULTS

The board of directors (the “Board”) of Da Ming International Holdings Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 June 2025 together with comparative figures for the six months ended 30 June 2024, as follows:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
	<i>Note</i>	<i>RMB'000</i>	<i>RMB'000</i>
Revenue	6	21,198,384	22,800,874
Cost of sales	7	(20,644,687)	(22,286,401)
Gross profit		553,697	514,473
Other income		9,891	27,862
Other expenses		(1,535)	(1,275)
Distribution costs	7	(233,427)	(228,302)
Administrative expenses	7	(184,604)	(176,368)
Operating profit		144,022	136,390
Finance income	8	26,696	21,535
Finance costs	8	(137,151)	(143,834)
Finance costs – net	8	(110,455)	(122,299)
Profit before income tax		33,567	14,091
Income tax expense	9	(10,800)	(4,667)
Profit and total comprehensive income for the period		22,767	9,424
Attributable to:			
Equity holders of the Company		7,579	4,436
Non-controlling interests		15,188	4,988
		22,767	9,424
Earnings per share for profit attributable to equity holders of the Company during the period (expressed in RMB per share)			
– basic earnings per share	10	0.59 cents	0.35 cents
– diluted earnings per share	10	0.59 cents	0.35 cents

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		As at 30 June 2025 RMB'000	As at 31 December 2024 RMB'000
	Note		
ASSETS			
Non-current assets			
Property, plant and equipment		4,977,439	5,121,368
Right-of-use assets		537,959	521,364
Investment properties		1,961	1,638
Intangible assets		24,385	19,987
Deferred income tax assets		269,322	254,394
Trade receivables and contract assets	12	13,260	5,651
Other non-current assets		40,045	38,957
		<u>5,864,371</u>	<u>5,963,359</u>
Current assets			
Inventories		3,683,877	3,821,706
Trade receivables and contract assets	12	524,262	414,538
Prepayments, deposits and other receivables		973,258	1,075,670
Financial assets at fair value through other comprehensive income		69,739	49,762
Restricted bank deposits		5,612,723	1,491,549
Cash and cash equivalents		387,359	153,891
		<u>11,251,218</u>	<u>7,007,116</u>
Total assets		<u><u>17,115,589</u></u>	<u><u>12,970,475</u></u>
EQUITY			
Equity attributable to equity holders of the Company			
Share capital		109,041	109,041
Reserves		2,426,451	2,418,872
		<u>2,535,492</u>	<u>2,527,913</u>
Non-controlling interests		<u>352,073</u>	<u>336,885</u>
Total equity		<u><u>2,887,565</u></u>	<u><u>2,864,798</u></u>

		As at 30 June 2025 RMB'000	As at 31 December 2024 RMB'000
	Note		
LIABILITIES			
Non-current liabilities			
Borrowings		1,528,325	1,659,376
Deferred government grants		119,619	126,898
Deferred income tax liabilities		20,872	13,020
Lease liabilities		1,719	523
Long-term payables		26,144	28,149
		<u>1,696,679</u>	<u>1,827,966</u>
Current liabilities			
Trade payables	13	976,993	1,082,057
Accruals and other current liabilities		482,362	513,452
Contract liabilities		871,578	960,491
Current income tax liabilities		43,946	35,418
Borrowings		10,124,662	5,652,858
Lease liabilities		1,543	3,174
Dividends payable		30,261	30,261
		<u>12,531,345</u>	<u>8,277,711</u>
Total liabilities		<u>14,228,024</u>	<u>10,105,677</u>
Total equity and liabilities		<u><u>17,115,589</u></u>	<u><u>12,970,475</u></u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

	Attributable to equity holders of the Company		Non- controlling interests	Total equity
	Share Capital <i>RMB'000</i>	Reserves <i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Balance at 1 January 2024	109,041	2,833,451	338,756	3,281,248
Comprehensive income				
Loss for the year	—	(414,579)	29,440	(385,139)
Transactions with owners				
Dividends	—	—	(31,311)	(31,311)
Balance at 31 December 2024	<u>109,041</u>	<u>2,418,872</u>	<u>336,885</u>	<u>2,864,798</u>
	Attributable to equity holders of the Company		Non- controlling interests	Total equity
	Share Capital <i>RMB'000</i>	Reserves <i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Balance at 1 January 2025	109,041	2,418,872	336,885	2,864,798
Comprehensive income				
Profit for the period	—	7,579	15,188	22,767
Total comprehensive income for the period	<u>—</u>	<u>7,579</u>	<u>15,188</u>	<u>22,767</u>
Total transaction with owners	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Balance at 30 June 2025	<u>109,041</u>	<u>2,426,451</u>	<u>352,073</u>	<u>2,887,565</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Cash flows from operating activities		
Cash flows from/(used in) operations	254,961	(46,620)
Interest received	26,696	21,535
Interest paid	(137,112)	(143,834)
Income tax paid	(9,348)	(10,665)
	<u>135,197</u>	<u>(179,584)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(89,284)	(267,765)
Other investing cash flow	(32,024)	(15,982)
	<u>(121,308)</u>	<u>(283,747)</u>
Cash flows from financing activities		
Net change in borrowings	4,340,753	2,907,206
Net change in restricted bank deposits	(4,121,174)	(2,372,670)
Dividend paid to non-controlling shareholders	—	(20,000)
	<u>219,579</u>	<u>514,536</u>
Net change in cash and cash equivalents	233,468	51,205
Cash and cash equivalents at beginning of the period	<u>153,891</u>	<u>265,311</u>
Cash and cash equivalents at end of the period	<u>387,359</u>	<u>316,516</u>

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2025

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 14 February 2007 as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands.

The shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited since 1 December 2010.

2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements for the six months ended 30 June 2025 have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and Appendix 16 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. These unaudited condensed consolidated financial statements have not been reviewed by external auditors but have been reviewed by the Company's audit committee.

Going Concern

As at 30 June 2025, the Group's current liabilities exceeded its current assets by approximately RMB1,280,127,000. This financial condition may cast significant doubt upon the Group's ability to continue as a going concern.

The Group meets its day-to-day working capital requirements mainly through its operating cash flows and bank borrowings. In preparing the financial statements, the Directors of the Company have given a careful consideration to the projected needs for liquidity, operating results and the available financial resources of the Group in evaluating whether the Group will have sufficient financial resources to continue as a going concern. Management's plan has included a number of measures to mitigate the liquidity pressure and to improve the financial position and operating results:

- (i) the Group will continue to make efforts to improve its operating results and cash flows, including but not limited to increasing sales volume, improving working capital turnover by enhancing inventory level management and trade receivables collection, and controlling operating expenditures;
- (ii) the Group will continue to maintain ongoing relationships with banks and other financial institutions to secure sufficient available bank credit quota, and manage financing from bank borrowings to pursue renewal or refinancing of existing bank borrowings upon maturity; and
- (iii) the Group will continue to manage its capital expenditures in line with the available funding from operating and financing activities and sufficiency of liquidity.

Having considered the above, the Directors of the Company believe that the Group will have adequate liquidity to fulfill its financial obligations when fall due, and to continue operations for the foreseeable future of not less than twelve months from period end date of these financial statements. The Directors, therefore, are of the opinion that it is appropriate to adopt the going concern basis in preparing the Group's consolidated financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2024, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total earnings.

(a) New and amended standards adopted by the Group

The Group has applied the following standards and amendments for the first time for their annual financial period commencing 1 January 2025:

	Effective for annual periods beginning on or after
HKAS 21 (Amendments) Lack of Exchangeability	1 January 2025

(b) New and amended standards not yet effective for the current reporting period

The following new interpretations and amendments to standards and interpretations have been issued but were not mandatory for interim reporting periods ended on 30 June 2025 and have not been early adopted by the Group:

	Effective for annual periods beginning on or after
HKFRS 9 and HKFRS 7 (Amendments)	Classification and Measurement of Financial Instruments 1 January 2026
Annual Improvements to HKFRS Accounting Standards – Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7 1 January 2026
HKFRS 18	Presentation and Disclosure in Financial Statements 1 January 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosures 1 January 2027
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture To be determined

The Group is assessing the full impact of the new standards, new interpretations and amendments to standards and interpretations.

4. ESTIMATES

The preparation of unaudited condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these unaudited condensed consolidated interim financial statements, 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 for the year ended 31 December 2024.

5. FINANCIAL RISK MANAGEMENT

5.1 Financial risk factors

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

The unaudited condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2024.

There have been no changes in the risk management department since year end or in any risk management policies.

5.2 Fair value estimation

There are no financial assets/liabilities carried at fair value determined by valuation method. The carrying value of cash and cash equivalents, restricted bank deposits, trade and other receivables and financial liabilities including trade and other payables and borrowings are assumed to approximate their fair values.

6. REVENUE AND SEGMENT INFORMATION

The result of its sales from external customers in different countries and regions was as follows:

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Mainland China	20,630,565	22,229,800
Hong Kong and other overseas countries and regions (i)	567,819	571,074
Total sales	21,198,384	22,800,874

- (i) Other overseas countries and regions mainly represented Australia, United States of America, South Korea, Japan, Europe, South America and Southeast Asia.

The segment results for the six months ended 30 June 2025:

	Processing RMB'000	Manufacturing RMB'000	Elimination RMB'000	Total RMB'000
Sales to external customers	20,473,474	724,910	–	21,198,384
Intra-group sales	372,119	82,477	(454,596)	–
Segment revenue	<u>20,845,593</u>	<u>807,387</u>	<u>(454,596)</u>	<u>21,198,384</u>
Segment results	172,059	(26,849)	(9,544)	135,666
Other income and expenses				8,356
Finance costs – net				<u>(110,455)</u>
Profit before income tax				33,567
Income tax expense				<u>(10,800)</u>
Profit for the period				<u>22,767</u>

Items included in profit and loss:

Depreciation and amortisation	<u>163,167</u>	<u>70,047</u>	<u>–</u>	<u>233,213</u>
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The segment results for the six months ended 30 June 2024:

	Processing RMB'000	Manufacturing RMB'000	Elimination RMB'000	Total RMB'000
Sales to external customers	22,092,241	708,633	–	22,800,874
Intra-group sales	357,210	56,232	(413,442)	–
Segment revenue	<u>22,449,451</u>	<u>764,865</u>	<u>(413,442)</u>	<u>22,800,874</u>
Segment results	117,652	(7,811)	(38)	109,803
Other income and expenses				26,587
Finance costs – net				<u>(122,299)</u>
Profit before income tax				14,091
Income tax expense				<u>(4,667)</u>
Profit for the period				<u>9,424</u>

Items included in profit and loss:

Depreciation and amortisation	<u>162,892</u>	<u>60,201</u>	<u>–</u>	<u>223,093</u>
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7. EXPENSES BY NATURE

Expenses included in cost of sales, distribution costs and administrative expenses were analysed as follows:

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Changes in inventories of finished goods	92,412	156,836
Raw materials consumed	19,902,014	21,515,055
Stamp duty, property tax and other surcharges	49,773	43,915
Transportation costs	125,237	121,920
Employee benefit expenses, including directors' emoluments	510,027	512,020
Depreciation and amortisation	233,213	223,093
Operating lease rental for buildings	4,441	4,605
Utilities charges	43,337	42,882
Reversal of write-down of inventories	(59,729)	(70,223)
Entertainment and travelling expenses	28,678	23,739
Professional service expenses	7,619	5,193
Others	125,696	112,036
	<u>21,062,718</u>	<u>22,691,071</u>

8. FINANCE COSTS – NET

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Interest expenses on bank borrowings	90,568	98,061
Interest expenses on bank/commercial acceptance notes and letters of credit	47,952	53,725
Exchange gain, net	(1,369)	(7,952)
	<u>137,151</u>	<u>143,834</u>
Total finance costs	137,151	143,834
Interest income	(26,696)	(21,535)
	<u>110,455</u>	<u>122,299</u>

9. INCOME TAX EXPENSE

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Current income tax expense		
– Mainland China corporate income tax	17,612	20,798
Deferred income tax expense	(6,812)	(16,131)
	<u>10,800</u>	<u>4,667</u>

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of Cayman Islands and, accordingly, is exempted from payment of Cayman Islands income tax.

The subsidiary incorporated in British Virgin Islands under the International Business Companies Acts of the British Virgin Islands is exempted from payment of British Virgin Islands income tax.

Subsidiaries incorporated in Hong Kong are subject to income tax at the prevailing rates of 16.5% (2024: 16.5%). Hong Kong profits tax has not been provided as there is no estimated assessable profit arising in or derived from Hong Kong during the financial periods.

The PRC Corporate Income Tax (“CIT”) is calculated based on the statutory profit of subsidiaries incorporated in the PRC in accordance with the PRC tax laws and regulations, after adjustments on certain income and expense items, which are not assessable or deductible for income tax purposes. All of the subsidiaries of the Group in Mainland China are subject to corporate income tax rate of 25% (2024: 25%), except for certain subsidiaries which are entitled to certain preferential income tax rates of 15% to 20%.

10. EARNINGS PER SHARE

(a) Basic

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Six months ended 30 June	
	2025	2024
Profit attributable to equity holders of the Company (RMB'000)	7,579	4,436
Weighted average number of ordinary shares in issue (thousands)	1,274,528	1,274,528
Basic earnings per share (RMB)	0.59 cents	0.35 cents

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. As at 30 June 2025, there was no dilutive potential ordinary shares for the Company. Accordingly, diluted earnings per share for the six months ended 30 June 2025 and 2024 are the same as basic earnings per share for the periods.

11. INTERIM DIVIDENDS

The board of directors does not recommend the payment of an interim dividend in respect of the six months ended 30 June 2025 (2024: nil).

12. TRADE RECEIVABLES AND CONTRACT ASSETS

	As at 30 June 2025			As at 31 December 2024		
	Current	Non-Current	Total	Current	Non-Current	Total
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Contract assets	26,084	13,307	39,391	6,316	5,671	11,987
Accounts receivable	538,827	–	538,827	448,919	–	448,919
	564,911	13,307	578,218	455,235	5,671	460,906
Less: provision for impairment	(40,649)	(47)	(40,696)	(40,697)	(20)	(40,717)
	524,262	13,260	537,522	414,538	5,651	420,189

The carrying amounts of trade receivables and contract assets approximate their fair value as at the balance sheet date.

Majority of the Group's sales are made on (i) cash on delivery, (ii) receipt of bank or commercial acceptance. Credit terms within 180 days are granted to certain long term customers with good credit history. The aging analysis of trade receivables was as follows:

	As at 30 June 2025 <i>RMB'000</i>	As at 31 December 2024 <i>RMB'000</i>
Accounts receivable		
– within 30 days	344,470	243,995
– 30 days to 3 months	84,358	119,878
– 3 months to 6 months	52,191	22,595
– 6 months to 1 year	26,537	15,293
– 1 year to 2 years	16,457	31,648
– over 2 years	14,814	15,510
	538,827	448,919

13. TRADE PAYABLES

	As at 30 June 2025 <i>RMB'000</i>	As at 31 December 2024 <i>RMB'000</i>
Accounts payable	636,993	707,299
Notes payable	340,000	374,758
	976,993	1,082,057

The ageing analysis of the trade payable was as follows:

	As at 30 June 2025 <i>RMB'000</i>	As at 31 December 2024 <i>RMB'000</i>
Within 6 months	955,837	972,012
6 months to 1 year	11,724	106,862
1 year to 2 years	7,130	2,883
More than 2 years	2,302	300
	976,993	1,082,057

BUSINESS REVIEW

1. Shipbuilding Breakthrough: Daming partnered with Jiangxi (Shipyard) to launch Holland High-End Chemical Tanker Project–135m Stainless Steel Special Vessel, which demonstrated global high-end market competitiveness

Recently, a 135-meter chemical tanker project in the Netherlands, jointly built by Hubei Daming Processing Center and Jiangxi (Shipyard), officially kicked off. The project is classified by the international authoritative classification society Lloyd's Register (LR), marking a major breakthrough in the field of high-tech, high value-added special ship fabrication in the internationalization of the fabrication services of Daming.

A strong alliance creates a new benchmark for shipbuilding

The cooperation is a deep integration of the core advantages of both parties: the shipyard relies on decades of shipbuilding experience to provide overall design and engineering management, while Hubei Daming provides leading technologies in the field of special stainless steel fabrication. The hull is made of high-performance dual-phase steel. Through precision welding and surface treatment, it meets the stringent requirements of environmental protection standards and extreme chemical transportation, and its technical level reaches the first echelon of the international community.

Deepening synergy to develop global high-end market

“This project is a milestone of the strategic synergy between the two parties,” said the project manager, “By integrating Daming's ‘Precision Manufacturing’ capabilities in the field of stainless steel special materials and the shipyard's ship system engineering advantages, we have successfully entered the European high-end ship market.” With a length of 135 meters, a loading capacity of over 10,000 tons, and an intelligent liquid cargo management system, the vessel will become the main ship type of the chemical transportation fleet of the Dutch shipowner.

Strengthening the international competitiveness of Chinese manufacturing

The cooperation highlights three core value propositions:

1. **Technological Breakthrough:** Pioneering large-scale innovative applications of special stainless steel in shipbuilding.
2. **Model Upgrade:** Establishing a new industry paradigm of scientific material selection + precision manufacturing supply chain synergy.
3. **Market Expansion:** Building credentials for future high-end international projects like LNG-powered vessels and liquid hydrogen carriers.

The project will propel Hubei Daming's upgrade in ship component manufacturing, injecting new momentum into high-end special vessel processing through integrated material supply, precision fabrication, and logistics solutions.

2. Super-Large Mining Truck Bodies shipped from Daming Yangtze River Terminal to southern hemisphere

A batch of super-large mining truck bodies produced by Daming Heavy Industry Construction Machinery Company for a well-known global mining equipment service provider set sail from Daming Yangtze River Terminal. The super large mining truck bodies are equipped for 20 super large tonnage diesel – AC electric drive mining trucks located in an southern hemisphere mine with open pit full of copper, gold, and silver. Five were delivered last year, with the remaining 15 expected to be completed in 2025.

3. Daming Yangtze River Terminal efficiently handled oversized imported equipment

As the oversized imported precision equipment, weighing over 1,000 tons in total, was slowly hoisted ashore, Daming Yangtze River Terminal marked another milestone in logistics operations. Two 500-ton units (each exceeding 12 meters in length and 5 meters in both width and height) will be stored and transshipped at the terminal before being efficiently transported via the golden waterway of the Yangtze River.

4. Daming helps Hubei put 600,000-ton Acetic Acid Project into production

The 600,000-ton acetic acid project of Handsome (Jingmen) New Materials Limited was successfully launched with products tested qualified, marking that the project formally entered the commercial production stage. As an important material and processing service provider for the project, the Big Projects Department of Daming Group, together with Hubei Daming, provided more than 1,600 tons of stainless steel products for the core equipment of the project with its powerful nine processing platforms and “one-stop” service solutions.

5. Shandong Daming delivers batches of Normal-Pressure Storage Tanks abroad

Shandong Daming completed the shipment of two batches of normal-pressure storage tanks tailored for the customers, working together with Daming International Import & Export. The delivery of this project once again demonstrates the advantages of Daming Group five major differentiation strategies: metal fabrication services, specialty steel, strategic customers, engineering projects, product and export services, which received significant praise and trust from clients.

6. Tianjin Daming High-End Oil Tank Prefabrication Project in full swing

In June, Tianjin Daming is vigorously advancing a high-end oil tank prefabrication project targeting overseas markets. The prefabricated tank components being manufactured serve as critical parts of a large-scale storage and transportation facility in a certain country. The project imposes extremely stringent requirements on material quality, machining precision, groove standards, cylindrical forming, and transport protection. Leveraging its profound expertise in metal processing and extensive export experience, Tianjin Daming has successfully secured this contract.

7. Zhejiang Daming supports Ningxing Shipbuilding to build a 13000DWT Duplex Chemical Tanker

A stainless-steel chemical tanker with a capacity of 13,000DWT, built by Zhoushan Ningxing Shipbuilding, started a sea trial recently in Zhoushan. Zhejiang Daming provided tailored shipbuilding plate solutions for the project.

8. Daming Yangtze River Terminal breaks Hoisting Record

The operation, which involved two 1,200-ton cranes with a combined lifting capacity of 2,200 tons, was executed with meticulous precision at Daming Yangtze River Terminal by lifting equipment maneuver a 38-meter-long, 6-meter-diameter, and 800-ton precision pressure vessel onto the deck of the “Yuanshunhai 2” ship. This precision operation not only marked the successful completion of the 800-ton lifting project, but also set a new hoisting record for Daming Yangtze River Terminal.

STRATEGIC COOPERATION

1. Daming signed multiple project agreements with DEC Turbine and Dongfang Electric Group Digital Technology Co. LTD

Daming Heavy Industry held signing ceremonies with DEC Turbine and Dongfang Electric Group Digital Technology Co. LTD for several strategic projects, including a smart manufacturing procurement framework agreement and a low-pressure module assembly contract with Dongfang Electric Group Digital Technology Co. LTD.

2. Daming Jingjiang Base launched green, high-efficiency Automated Parking Tower

China's largest vertical circulation mechanical parking system has been commissioned at Daming Jingjiang base, featuring a space-efficient 2,000-square-meter design with 50 high-performance parking units that accommodate 980 vehicles, delivering over 3 times the land utilization efficiency of conventional parking lots. The cutting-edge system enables 90-second vehicle retrieval, effectively eliminating peak-hour congestion, while its revolutionary bidirectional rotation technology reduces failure rates to one-fifth of industry averages and slashes maintenance costs by 60%.

Operating results

The Group recorded a net profit of approximately RMB22.8 million for the six months ended 30 June 2025 representing an increase of approximately 141.6% as compared with the net profit of approximately RMB9.4 million for the six months ended 30 June 2024.

The sales volume of our stainless steel processing business increased from approximately 965,000 tonnes for the six months ended 30 June 2024 to approximately 996,000 tonnes for the six months ended 30 June 2025 representing an increase of approximately 3.1%. The processing volume decreased from approximately 1,525,000 tonnes for the six months ended 30 June 2024 to approximately 1,522,000 tonnes for the six months ended 30 June 2025 representing a decrease of approximately 0.2%.

The sales volume of our carbon steel processing business increased from approximately 2,383,000 tonnes for the six months ended 30 June 2024 to approximately 2,391,000 tonnes for the six months ended 30 June 2025 representing an increase of approximately 0.4%. The processing volume increased from approximately 2,292,000 tonnes for the six months ended 30 June 2024 to approximately 2,444,000 tonnes for the six months ended 30 June 2025 representing an increase of approximately 6.6%.

The sales volume and processing volume of our processing centres for the six months ended 30 June 2025 and the corresponding period in 2024 were as follows:

Stainless steel

	Six months ended 30 June		
	2025	2024	
	<i>Tonnes</i>	<i>Tonnes</i>	<i>% change</i>
Sales volume			
Wuxi	416,567	399,492	+4.3%
Hangzhou	115,552	117,473	-1.6%
Tianjin	122,547	119,344	+2.7%
Taiyuan	75,177	71,753	+4.8%
Wuhan	58,664	49,871	+17.6%
Jingjiang	80,194	81,214	-1.3%
Shandong	92,297	79,767	+15.7%
Jiaxing	34,502	46,231	-25.4%
Total	995,500	965,145	+3.1%
Processing volume			
Wuxi	637,475	682,331	-6.6%
Hangzhou	144,082	144,938	-0.6%
Tianjin	124,865	118,939	+5.0%
Taiyuan	269,082	239,900	+12.2%
Wuhan	66,497	62,051	+7.2%
Jingjiang	134,115	135,683	-1.2%
Shandong	80,914	76,200	+6.2%
Jiaxing	64,739	64,868	-0.2%
Total	1,521,769	1,524,910	-0.2%

Carbon steel

	Six months ended 30 June		
	2025	2024	% change
	<i>tonnes</i>	<i>tonnes</i>	
Sales volume			
Wuxi	436,481	415,351	+5.1%
Hangzhou	25,705	38,614	-33.4%
Tianjin	287,630	274,021	+5.0%
Taiyuan	156,072	186,129	-16.1%
Wuhan	324,875	303,809	+6.9%
Jingjiang	449,573	450,886	-0.3%
Shandong	329,887	308,304	+7.0%
Jiaxing	378,364	405,165	-6.6%
Chongqing	2,155	—	—
Total	<u>2,390,742</u>	<u>2,382,279</u>	+0.4%
Processing volume			
Wuxi	365,590	357,602	+2.2%
Hangzhou	26,709	37,251	-28.3%
Tianjin	236,814	240,225	-1.4%
Taiyuan	224,173	185,448	+20.9%
Wuhan	389,393	296,638	+31.3%
Jingjiang	571,029	523,334	+9.1%
Shandong	292,621	276,299	+5.9%
Jiaxing	338,043	375,619	-10.0%
Total	<u>2,444,372</u>	<u>2,292,416</u>	+6.6%

FINANCIAL REVIEW AND ANALYSIS

During the six months ended 30 June 2025, we recorded a revenue of approximately RMB21,198 million, gross profit of approximately RMB554 million and profit attributable to equity holders of the Company of approximately RMB8 million. Total assets of the Group as at 30 June 2025 amounted to approximately RMB17,116 million while equity attributable to equity holders of the Company amounted to approximately RMB2,535 million.

Revenue

Our revenue for the six months ended 30 June 2025 amounted to approximately RMB21,198 million comprising approximately RMB20,473 million from our processing business and approximately RMB725 million from our manufacturing business. As compared with the revenue for the six months ended 30 June 2024 of approximately RMB22,801 million, it represented a decrease of approximately 7.0%.

The sales volume of our stainless steel processing business increased from 965,145 tonnes for the six months ended 30 June 2024 to 995,500 tonnes for the six months ended 30 June 2025 representing an increase of approximately 3.1%. The sales volume of our carbon steel processing business increased from 2,382,729 tonnes for the six months ended 30 June 2024 to 2,390,742 tonnes for the six months ended 30 June 2025 representing an increase of approximately 0.4%.

The processing volume of our stainless steel processing business decreased from 1,524,910 tonnes for the six months ended 30 June 2024 to 1,521,769 tonnes for the six months ended 30 June 2025 representing a decrease of approximately 0.2%. The processing volume of our carbon steel processing business increased from 2,292,416 tonnes for the six months ended 30 June 2024 to 2,444,372 tonnes for the six months ended 30 June 2025 representing an increase of approximately 6.6%.

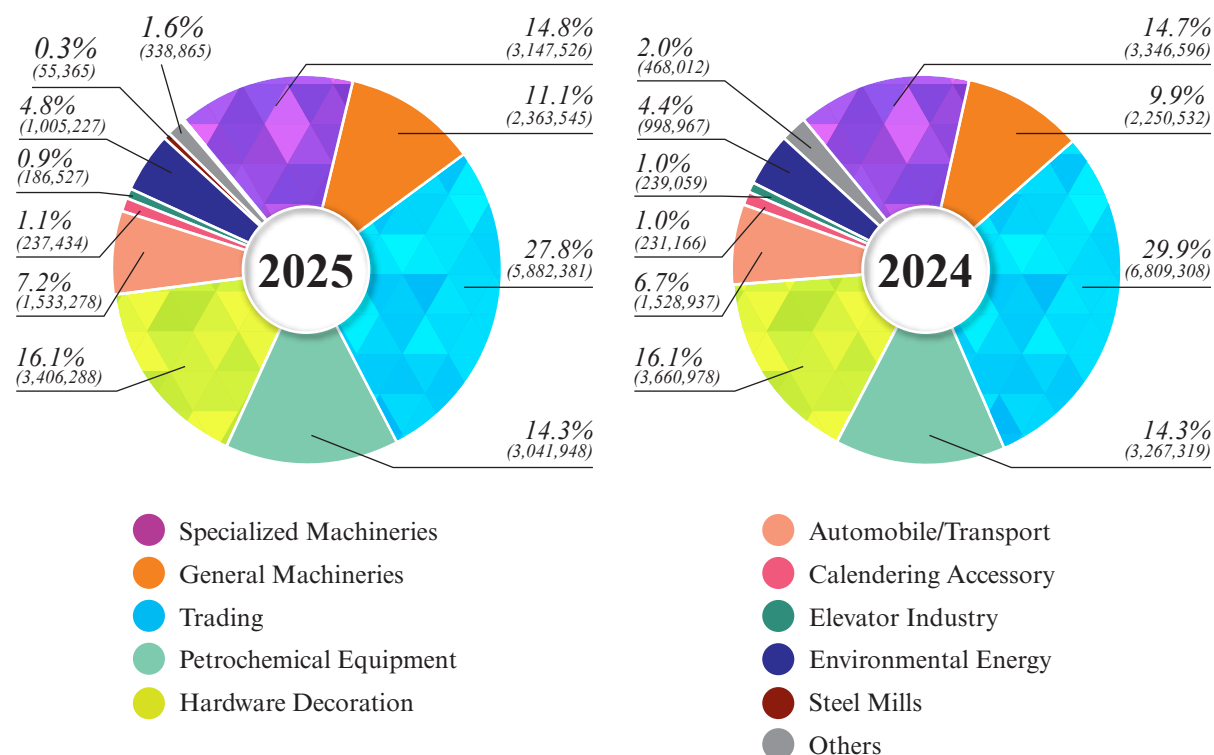
Analysis of revenue by key industry segments

During the six months ended 30 June 2025 and the corresponding period in 2024, our revenue by key industry segments were shown below:

Revenue

Industry	Six months ended 30 June			
	2025		2024	
	<i>RMB'000</i>	%	<i>RMB'000</i>	%
Specialized Machineries	3,147,526	14.8	3,346,596	14.7
General Machineries	2,363,545	11.1	2,250,532	9.9
Trading	5,882,381	27.8	6,809,308	29.9
Petrochemical Equipment	3,041,948	14.3	3,267,319	14.3
Hardware Decoration	3,406,288	16.1	3,660,978	16.1
Automobile/Transport	1,533,278	7.2	1,528,937	6.7
Calendering Accessory	237,434	1.1	231,166	1.0
Elevator Industry	186,527	0.9	239,059	1.0
Environmental Energy	1,005,227	4.8	998,967	4.4
Steel Mills	55,365	0.3	—	—
Others	338,865	1.6	468,012	2.0
Total	21,198,384	100.0	22,800,874	100.0

RMB'000

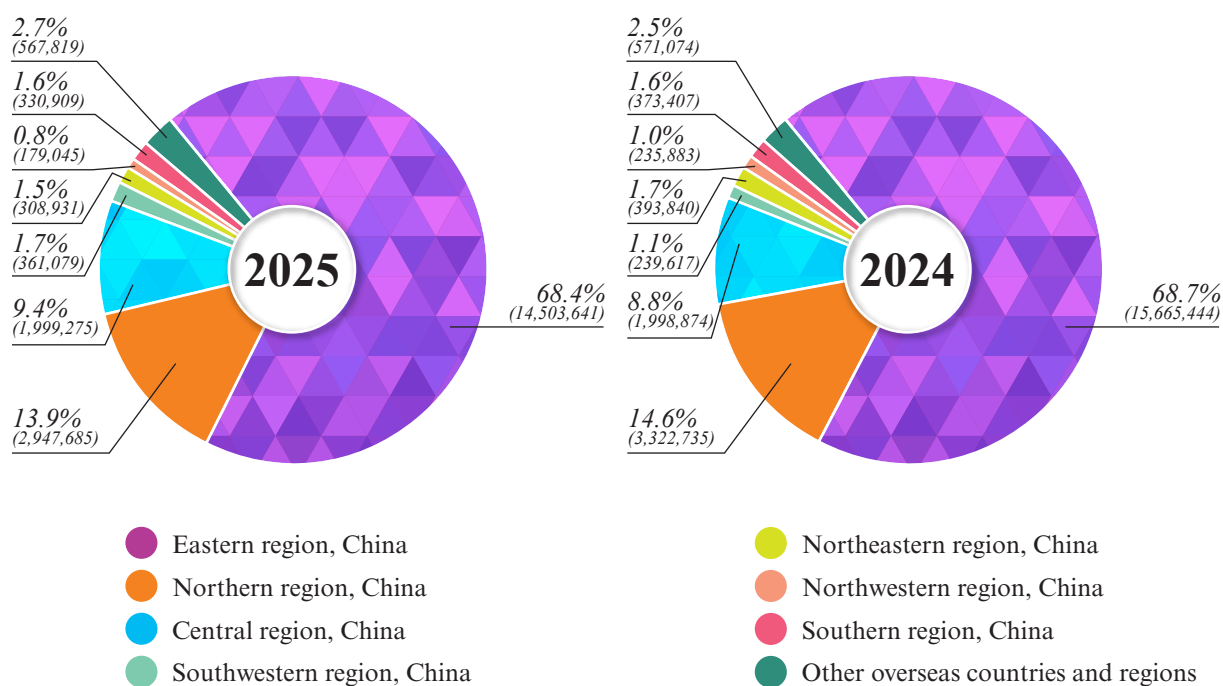


Analysis of revenue by geographical regions

During the six months ended 30 June 2025 and the corresponding period in 2024, our revenue by geographical regions were shown below:

Region	Six months ended 30 June			
	2025		2024	
	<i>RMB'000</i>	<i>%</i>	<i>RMB'000</i>	<i>%</i>
Eastern region, China	14,503,641	68.4	15,665,444	68.7
Northern region, China	2,947,685	13.9	3,322,735	14.6
Central region, China	1,999,275	9.4	1,998,874	8.8
Southwestern region, China	361,079	1.7	239,617	1.1
Northeastern region, China	308,931	1.5	393,840	1.7
Northwestern region, China	179,045	0.8	235,883	1.0
Southern region, China	330,909	1.6	373,407	1.6
Overseas	567,819	2.7	571,074	2.5
Total	<u>21,198,384</u>	<u>100.0</u>	<u>22,800,874</u>	<u>100.0</u>

RMB'000



Gross profit

Gross profit increased from approximately RMB514.5 million for the six months ended 30 June 2024 to approximately RMB553.7 million for the six months ended 30 June 2025 mainly due to the improvement in operating efficiency.

Other income

Other income decreased from approximately RMB27.9 million for the six months ended 30 June 2024 to approximately RMB9.9 million for the six months ended 30 June 2025 mainly due to the decrease in government grants received during the current period.

Distribution costs

Distribution costs increased slightly from approximately RMB228.3 million for the six months ended 30 June 2024 to approximately RMB233.4 million for the six months ended 30 June 2025. Such increase was mainly due to the increase in transportation costs.

Administrative expenses

Administrative expenses increased from approximately RMB176.4 million for the six months ended 30 June 2024 to approximately RMB184.6 million for the six months ended 30 June 2025. Such increase was mainly due to the increase in stamp duty, property tax and other surcharges.

Finance costs

Finance costs decreased from approximately RMB122.3 million for the six months ended 30 June 2024 to approximately RMB110.5 million for the six months ended 30 June 2025. Such decrease was mainly due to the decrease in interest expenses on bank borrowings and the increase in interest income.

Income tax expense

The income tax expense increased from approximately RMB4.7 million for the six months ended 30 June 2024 to approximately RMB10.8 million for the six months ended 30 June 2025 due to the increase in profit.

Profit for the period

The Group recorded a net profit of approximately RMB22.8 million for the six months ended 30 June 2025 as compared with a net profit of approximately RMB9.4 million for the six months ended 30 June 2024.

Foreign exchange risk management

The Group mainly operates in the PRC with most of the transactions denominated and settled in RMB. However, the Group has certain trade receivables, restricted bank balances, cash and cash equivalents, trade payables, other payables and borrowings denominated in foreign currencies, mainly United States Dollar, Euro, Hong Kong Dollar and Japanese Yen, which are exposed to foreign currency translation risk.

The management will closely monitor the exchange rate fluctuations to ensure sufficient precautionary measures against any adverse impacts.

LIQUIDITY, CAPITAL STRUCTURE AND FINANCIAL RESOURCES

As at 30 June 2025, the borrowings of the Group amounted to approximately RMB11,653 million. Notes payable amounted to approximately RMB340 million while the bank balances were approximately RMB6,000 million of which approximately RMB5,613 million were restricted bank deposits for bank financing facilities for issuing letter of credit and notes payable.

As at 30 June 2025, the Group recorded a net current liabilities of approximately RMB1,280 million.

The gearing ratios as at 30 June 2025 and 31 December 2024 were 79.58% and 71.42% respectively. The ratios are calculated as net debt divided by total capital. Net debt is calculated as total borrowings less cash and cash equivalents while total capital is calculated as total equity plus net debt.

EVENTS AFTER THE REPORTING PERIOD

From 30 June 2025 to the date of this announcement, there were no significant events after the reporting period which have material effect on the Group.

CONTINGENT LIABILITIES

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

CORPORATE GOVERNANCE

The Company is committed to ensuring high standards of corporate governance in enhancing shareholders' value and safeguarding interests of shareholders and other stakeholders.

The Company has complied with the Corporate Governance Code (the "CG Code") set out in Appendix C1 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") during the six months ended 30 June 2025. The Company adopted the CG Code as its own code of corporate governance.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2025 (2024: Nil).

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

There was no purchase, sale or redemption of the Company's listed shares by the Company or any of its subsidiaries during the six months ended 30 June 2025.

REVIEW OF INTERIM RESULTS

The Audit Committee of the Company has discussed with the management and reviewed the unaudited interim results, including the unaudited condensed consolidated financial statements, of the Group for the six months ended 30 June 2025 and considered that the Company has complied with all applicable accounting standards and requirements.

INTERIM REPORT

The 2025 Interim Report will be dispatched to shareholders of the Company and will be available on the websites of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the Company (www.dmscc.net) in due course.

By order of the Board of
Da Ming International Holdings Limited
Zhou Keming
Chairman

Hong Kong, 28 August 2025

As at the date of this announcement, the executive Directors are Mr. Zhou Keming (Chairman), Ms. Xu Xia, Mr. Zou Xiaoping, Mr. Zhang Feng, Mr. Liang Zongren and Mr. Chen Ning; the non-executive Directors are Mr. Lu Jian and Mr. Lu Gang; and the independent non-executive Directors are Mr. Cheuk Wa Pang, Mr. Hu Xuefa, Prof. Chen Xin and Mr. Wang Liuqi.