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## BOCOM INTERNATIONAL HOLDINGS COMPANY LIMITED

### 交銀國際控股有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 3329)

US\$500,000,000 1.75 PER CENT. GUARANTEED NOTES DUE 2026

(Stock Code: 40737)

## INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

The Board announces the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2025, together with the comparative figures for the corresponding period in 2024.

### CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	Six months ended	
		30/6/2025 (Unaudited) HK\$'000	30/6/2024 (Unaudited) HK\$'000
Revenue			
Commission and fee income	4	104,118	96,019
Interest income	4	155,449	162,669
Proprietary trading income	4	(42,335)	(82,593)
		<u>217,232</u>	<u>176,095</u>
Other income	4	59,040	109,053
		<u>276,272</u>	<u>285,148</u>
Commission and brokerage expenses		(15,363)	(11,500)
Finance costs	6	(225,583)	(298,259)
Staff costs	6	(141,123)	(173,673)
Depreciation	6	(57,351)	(61,631)
Other operating expenses		(92,326)	(77,319)
Change in impairment allowance	5	(58,593)	(53,993)
		<u>(590,339)</u>	<u>(676,375)</u>
Total expenses			

	<i>Notes</i>	<b>Six months ended</b>	
		<b>30/6/2025</b>	<b>30/6/2024</b>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
		<b>HK\$'000</b>	<b>HK\$'000</b>
Operating loss		<b>(314,067)</b>	(391,227)
Share of results of associates		<b>620</b>	168
Share of results of joint ventures		<b>28,577</b>	32,535
		<hr/>	<hr/>
<b>Loss before taxation</b>	<i>6</i>	<b>(284,870)</b>	(358,524)
Income tax	<i>7</i>	<b>2,301</b>	3,236
		<hr/>	<hr/>
<b>Loss for the period attributable to shareholders of the Company</b>		<b><u>(282,569)</u></b>	<b><u>(355,288)</u></b>
		<hr/>	<hr/>
<b>Loss per share attributable to shareholders of the Company for the period – Basic/Diluted (in HKD per share)</b>	<i>9</i>	<b><u>(0.10)</u></b>	<b><u>(0.13)</u></b>

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<b>Six months ended</b>	
	<b>30/6/2025</b>	30/6/2024
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
<b>Loss for the period</b>	<u><b>(282,569)</b></u>	<u>(355,288)</u>
<b>Other comprehensive income</b>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Changes in fair value of debt investments at fair value through other comprehensive income	<b>88,619</b>	181,599
Amounts reclassified to profit or loss upon disposal of debt investments at fair value through other comprehensive income	<u><b>20,697</b></u>	<u>38,228</u>
	<b>109,316</b>	219,827
Exchange differences on translation of foreign operations	<u><b>91,994</b></u>	<u>(77,731)</u>
	<b>201,310</b>	142,096
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Changes in fair value of equity investments at fair value through other comprehensive income	<u><b>5</b></u>	<u>(4,751)</u>
<b>Other comprehensive income, net of tax</b>	<u><b>201,315</b></u>	<u>137,345</u>
<b>Total comprehensive income attributable to shareholders of the Company</b>	<u><u><b>(81,254)</b></u></u>	<u><u>(217,943)</u></u>

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<i>Notes</i>	<b>30/6/2025</b> <b>(Unaudited)</b> <b>HK\$'000</b>	31/12/2024 (Audited) HK\$'000
<b>Assets</b>			
<b>Non-current Assets</b>			
Property and equipment		48,409	57,820
Right-of-use assets		102,852	145,071
Intangible assets		26,295	27,102
Interest in associates		169,635	165,071
Interest in joint ventures		886,819	835,766
Other assets		32,223	31,373
Financial assets at fair value through other comprehensive income		3,213,452	3,119,392
Loans and advances	10	27,588	11,568
Deferred tax assets		2,722	1,494
<b>Total non-current assets</b>		<b>4,509,995</b>	4,394,657
<b>Current Assets</b>			
Loans and advances	10	149,843	663,421
Tax recoverable		164	163
Accounts receivable	11	1,679,834	911,991
Other receivables and prepayments	12	855,628	302,697
Margin loans to customers	13	644,653	833,242
Amount due from the ultimate holding company		72,141	109,906
Amount due from a fellow subsidiary		16,701	5
Amounts due from related parties		231	269
Financial assets at fair value through other comprehensive income		2,907,195	2,076,117
Financial assets at fair value through profit or loss		4,223,562	3,644,740
Derivative financial assets		–	24
Cash and bank balances		1,748,908	1,577,935
<b>Total current assets</b>		<b>12,298,860</b>	10,120,510
<b>Total assets</b>		<b>16,808,855</b>	14,515,167
<b>Equity and liabilities</b>			
<b>Equity attributable to shareholders of the Company</b>			
Share capital		3,942,216	3,942,216
Accumulated losses		(2,840,399)	(2,557,830)
Revaluation reserve		(102,588)	(211,909)
Foreign currency translation reserve		(197,735)	(289,729)
<b>Total equity</b>		<b>801,494</b>	882,748

	<i>Notes</i>	<b>30/6/2025</b> <b>(Unaudited)</b> <b>HK\$'000</b>	31/12/2024 (Audited) HK\$'000
<b>Liabilities</b>			
<b>Non-current Liabilities</b>			
Subordinated loans from the ultimate holding company		<b>1,000,000</b>	1,000,000
Obligation under repurchase agreements		<b>1,800,111</b>	1,909,512
Lease liabilities		<b>29,930</b>	68,019
Financial liabilities at fair value through profit or loss		<b>296,407</b>	354,478
Deferred tax liabilities		<b>2,422</b>	5,604
Debt securities issued		–	3,868,715
		<hr/>	<hr/>
<b>Total non-current liabilities</b>		<b>3,128,870</b>	7,206,328
<b>Current Liabilities</b>			
Borrowings		<b>5,443,728</b>	3,374,566
Obligation under repurchase agreements		<b>1,309,941</b>	1,496,205
Tax payable		<b>772</b>	3,947
Provision for staff costs		<b>111,348</b>	147,544
Other payables and accrued expenses		<b>274,066</b>	191,468
Accounts payable	<i>14</i>	<b>1,493,110</b>	858,721
Contract liabilities		<b>94,495</b>	12,816
Lease liabilities		<b>76,965</b>	79,748
Financial liabilities at fair value through profit or loss		<b>157,045</b>	256,291
Derivative financial liabilities		<b>5,012</b>	4,785
Debt securities issued		<b>3,912,009</b>	–
		<hr/>	<hr/>
<b>Total current liabilities</b>		<b>12,878,491</b>	6,426,091
		<hr/>	<hr/>
<b>Total liabilities</b>		<b>16,007,361</b>	13,632,419
		<hr/>	<hr/>
<b>Total equity and liabilities</b>		<b>16,808,855</b>	14,515,167
		<hr/> <hr/>	<hr/> <hr/>
<b>Net current (liabilities)/assets</b>		<b>(579,631)</b>	3,694,419
		<hr/> <hr/>	<hr/> <hr/>
<b>Total assets less current liabilities</b>		<b>3,930,364</b>	8,089,076
		<hr/> <hr/>	<hr/> <hr/>

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

BOCOM International Holdings Company Limited (the “**Company**”) is a company incorporated in Hong Kong. The address of its registered office is 9/F, Man Yee Building, 68 Des Voeux Road Central, Hong Kong.

The principal activity of the Company is investment holding. The Group is principally engaged in securities brokerage, margin financing, corporate finance and underwriting, investment and loans, asset management and advisory businesses. The regulated activities carried out by the Company’s licensed subsidiaries include dealing in securities and futures and advising on securities and futures contracts, providing securities margin financing, advising on corporate finance and providing asset management services.

The parent and ultimate holding company is Bank of Communications Co., Ltd., a company incorporated in the People’s Republic of China (“**PRC**”) and listed on the Shanghai Stock Exchange and The Stock Exchange of Hong Kong Limited.

The consolidated financial statements are presented in Hong Kong dollars, which is also the functional currency of the Company, unless otherwise stated.

The financial information relating to the financial year ended 31 December 2024, that is included in the interim financial report as comparative information does not constitute the Company’s statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows:

The Company has delivered the financial statements for the year ended 31 December 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance (Cap. 622).

The Company’s auditor has reported on those financial statements. The auditor’s report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or 407(3) of the Hong Kong Companies Ordinance (Cap. 622).

## 2. CHANGES IN ACCOUNTING POLICIES

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2024 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual financial statements.

The Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants to interim financial report for the current accounting period.

– Amendments to HKAS 21, *The effects of changes in foreign exchange rates – Lack of exchangeability*

Amendments to HKFRSs effective for the financial year ending 31 December 2025 do not have a material impact on the Group.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

### 3. SEGMENT INFORMATION

The Group manages the business operations by the following segments in accordance with the nature of the operations and services provided:

- (a) Brokerage segment provides securities trading and brokerage services;
- (b) Corporate finance and underwriting segment provides corporate finance services including equity underwriting, debt underwriting, sponsor services and financial advisory services to institutional clients;
- (c) Asset management and advisory segment offers traditional asset management products and services to third party clients. In addition, it also offers investment advisory services, portfolio management services and transaction execution services;
- (d) Margin financing segment provides securities-backed financial leverage for both retail and institutional clients;
- (e) Investment and loans segment engages in direct investment business including investments in various debt and equity securities, investments in companies and investments in loans; and
- (f) Others include headquarter operations such as bank interest income, and interest expense incurred for general working capital purposes and financial technology business.

Inter-segment transactions, if any, are conducted with reference to the prices charged to external third parties. There was no change in basis during the relevant periods.

The following is an analysis of the segment revenue and segment profit or loss from continuing operations:

	Six months ended 30 June 2025 (Unaudited)							
	Corporate finance and brokerage	Asset management and advisory	Margin financing	Investment and loans	Others	Elimination	Total	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	
<b>Total revenue</b>								
Revenue								
Commission and fee income								
– External	71,261	10,944	21,913	–	–	–	104,118	
– Internal	–	–	7,054	–	–	(7,054)	–	
Interest income								
– External	–	–	–	25,612	129,837	–	155,449	
– Internal	–	–	–	–	93,840	(93,840)	–	
Proprietary trading income								
– External	–	–	–	–	(42,335)	–	(42,335)	
– Internal	–	–	–	–	–	–	–	
Other income	7,202	–	2	–	3,116	48,720	59,040	
	<u>78,463</u>	<u>10,944</u>	<u>28,969</u>	<u>25,612</u>	<u>184,458</u>	<u>48,720</u>	<u>276,272</u>	
Total expenses	(77,889)	(39,613)	(34,936)	(11,251)	(478,550)	(48,994)	(590,339)	
Share of results of associates	–	–	–	–	620	–	620	
Share of results of joint ventures	–	–	–	–	28,577	–	28,577	
<b>Profit/(loss) before taxation</b>	<u>574</u>	<u>(28,669)</u>	<u>(5,967)</u>	<u>14,361</u>	<u>(264,895)</u>	<u>(274)</u>	<u>(284,870)</u>	
<b>Other disclosures</b>								
Depreciation	(11,504)	(3,005)	(7,421)	(3,358)	(9,772)	(22,291)	(57,351)	
Change in impairment allowance	–	(350)	–	895	(59,138)	–	(58,593)	
Finance costs	(884)	(157)	(100)	(100)	(317,990)	(192)	(225,583)	



## Six months ended 30 June 2024 (Unaudited)

	Brokerage <i>HK\$'000</i>	Corporate finance and underwriting <i>HK\$'000</i>	Asset management and advisory <i>HK\$'000</i>	Margin financing <i>HK\$'000</i>	Investment and loans <i>HK\$'000</i>	Others <i>HK\$'000</i>	Elimination <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>Total revenue</b>								
Revenue								
Commission and fee income								
– External	42,331	33,717	19,971	–	–	–	–	96,019
– Internal	63	–	16,200	–	–	–	(16,263)	–
Interest income								
– External	–	–	–	33,766	128,903	–	–	162,669
– Internal	–	–	–	–	17,507	–	(17,507)	–
Proprietary trading income								
– External	–	–	10,000	–	(92,593)	–	–	(82,593)
– Internal	–	–	–	–	–	–	–	–
Other income	5,403	–	–	–	1,678	101,972	–	109,053
	<u>47,797</u>	<u>33,717</u>	<u>46,171</u>	<u>33,766</u>	<u>55,495</u>	<u>101,972</u>	<u>(33,770)</u>	<u>285,148</u>
Total expenses	(77,450)	(44,595)	(51,820)	(62,545)	(426,173)	(47,562)	33,770	(676,375)
Share of results of associates	–	–	–	–	168	–	–	168
Share of results of joint ventures	–	–	–	–	32,535	–	–	32,535
<b>(Loss)/profit before taxation</b>	<u>(29,653)</u>	<u>(10,878)</u>	<u>(5,649)</u>	<u>(28,779)</u>	<u>(337,975)</u>	<u>54,410</u>	<u>–</u>	<u>(358,524)</u>
<b>Other disclosures</b>								
Depreciation	(12,922)	(2,181)	(8,563)	(4,826)	(11,144)	(21,995)	–	(61,631)
Change in impairment allowance	–	(3,729)	–	(18,011)	(32,253)	–	–	(53,993)
Finance costs	(286)	(98)	(152)	(29,936)	(284,980)	(314)	17,507	(298,259)

**Six months ended**  
**30/6/2025**                      30/6/2024  
**HK\$'000**                              **HK\$'000**  
**(Unaudited)**                      **(Unaudited)**

## Total revenue from external customers by location of operations

– Hong Kong	<b>279,645</b>	261,375
– Mainland China	<b>(3,373)</b>	23,773
	<u><b>276,272</b></u>	<u>285,148</u>

#### 4. REVENUE AND OTHER INCOME

##### (a) Disaggregation of revenue and other income

	Six months ended	
	30/6/2025	30/6/2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
<b>REVENUE</b>		
<b>COMMISSION AND FEE INCOME</b>		
<i>Revenue from contracts with customers within the scope of HKFRS 15</i>		
Brokerage commission	71,261	42,331
Corporate finance and underwriting fee	10,944	33,717
Asset management and advisory fee	21,913	19,971
	104,118	96,019
<b>INTEREST INCOME</b>		
<i>Interest income calculated using the effective interest method</i>		
Interest income from margin financing	25,612	33,766
Interest income from loans and advances	21,129	24,500
Interest income from financial assets at fair value through other comprehensive income	108,708	104,403
	155,449	162,669
<b>PROPRIETARY TRADING INCOME</b>		
<i>Interest income calculated using the effective interest method</i>		
Net trading and investment income		
– Interest income from financial assets at fair value through profit or loss	2,470	11,269
<i>Revenue from other sources</i>		
Net trading and investment income		
– Net loss on financial assets at fair value through profit or loss	(83,495)	(93,647)
– Net loss on financial assets at fair value through other comprehensive income	(20,697)	(42,194)
– Net loss on financial liabilities at fair value through profit or loss	(3,746)	(28,583)
– Net gain on derivative financial instruments	5,404	11,958
– Fair value changes from financial liabilities to the investors of the funds consolidated	36,006	28,342
Dividend income from		
– Financial assets at fair value through profit or loss	21,723	30,262
	(42,335)	(82,593)
	217,232	176,095

	<b>Six months ended</b>	
	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	<b>30/6/2024</b> <b>HK\$'000</b> <b>(Unaudited)</b>
<b>OTHER INCOME</b>		
Handling fees	<b>6,618</b>	4,529
Other interest income	<b>41,655</b>	45,843
Exchange gain	–	38,968
Computer software development and maintenance services	<b>4,957</b>	13,247
Digital RMB marketing service income	<b>228</b>	–
Others	<b>5,582</b>	6,466
	<b>59,040</b>	109,053

**(b) Revenue expected to be recognised in the future arising from contracts with customers in existence at the reporting date**

At the end of the reporting period, the aggregated amount of the transaction price allocated to the remaining performance obligations under the Group's existing contracts is HK\$94,495 thousand (31 December 2024: HK\$12,816 thousand). This amount represents revenue expected to be recognised in the future from corporate finance, asset management and advisory services business. The Group will recognise the expected revenue in future when the remaining performance obligations under the contracts are satisfied, which is expected to occur within one year.

**5. CHANGE IN IMPAIRMENT ALLOWANCE**

	<b>Six months ended</b>	
	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	<b>30/6/2024</b> <b>HK\$'000</b> <b>(Unaudited)</b>
<b>Change in impairment allowance on:</b>		
Accounts receivable	<b>350</b>	3,729
Margin loans to customers	<b>(895)</b>	18,011
Loans and advances	<b>39,293</b>	6,989
Debt investments at fair value through other comprehensive income	<b>8,815</b>	32,995
Other receivables	<b>12,446</b>	(1,924)
	<b>60,009</b>	59,800
Bad debts recovery	<b>(1,416)</b>	(5,807)
	<b>58,593</b>	53,993

## 6. LOSS BEFORE TAXATION

	<b>Six months ended</b>	
	<b>30/6/2025</b>	30/6/2024
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
Loss before taxation has been arrived at after charging:		
Finance costs:		
– Interest expenses on subordinated loans from the ultimate holding company	19,181	29,904
– Interest expenses on bank loans from the ultimate holding company	242	13,633
– Interest expenses on bank loans and overdraft from other financial institutions	79,304	87,866
– Interest expenses on obligation under repurchase agreements	88,882	130,087
– Interest expenses on lease liabilities	2,179	1,179
– Interest expenses on debt securities issued:		
– payable to the ultimate holding company	682	686
– payable to the fellow subsidiaries	2,634	2,267
– payable to other financial institutions	32,478	32,619
– Others	1	18
	<u>225,583</u>	<u>298,259</u>
Depreciation	57,351	61,631
Operating lease charges	1,364	1,972
Staff costs	<u>141,123</u>	<u>173,673</u>

## 7. INCOME TAX

	<b>Six months ended</b>	
	<b>30/6/2025</b>	30/6/2024
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
Current tax:		
Hong Kong Profits Tax	–	743
PRC Enterprise Income Tax	360	12
Under provision in prior periods	<u>1,685</u>	<u>1,565</u>
Total current tax	2,045	2,320
Deferred tax	<u>(4,346)</u>	<u>(5,556)</u>
Income tax credit recognised in profit or loss	<u>(2,301)</u>	<u>(3,236)</u>

Income tax expense is recognised based on management's estimate of the weighted average effective annual income tax rate expected for the full financial year.

Hong Kong Profits Tax has been provided at the rate of 16.5% on the estimated assessable profit for the current and prior period. Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the People's Republic of China's entities is 25%.

## 8. DIVIDENDS

### Dividends approved during the interim period

	Six months ended	
	30/6/2025	30/6/2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
No dividend was declared and approved for previous financial year	—	—

### Dividends attributable to the interim period

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

## 9. LOSS PER SHARE

Basic loss per share is calculated by dividing the loss attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the reporting period.

	Six months ended	
	30/6/2025	30/6/2024
	(Unaudited)	(Unaudited)
Loss attributable to shareholders of the Company (in HK\$'000)	(282,569)	(355,288)
Weighted average number of ordinary shares in issue (in '000 shares)	<u>2,734,392</u>	<u>2,734,392</u>
Loss per share (in HKD per share)	<u>(0.10)</u>	<u>(0.13)</u>

There were no potential diluted ordinary shares. The diluted loss per share was the same as the basic loss per share.

## 10. LOANS AND ADVANCES

	30/6/2025	31/12/2024
	HK\$'000	HK\$'000
	(Unaudited)	(Audited)
Gross loans and advances	748,003	1,210,764
Less: impairment allowance	<u>(570,572)</u>	<u>(535,775)</u>
	<u>177,431</u>	<u>674,989</u>
Net loans and advances:		
Non-current	27,588	11,568
Current	<u>149,843</u>	<u>663,421</u>
	<u>177,431</u>	<u>674,989</u>

The maximum exposure to credit risk at the reporting date is the carrying value of loans and advances above.

## 11. ACCOUNTS RECEIVABLE

	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	31/12/2024 <i>HK\$'000</i> <i>(Audited)</i>
Corporate finance and underwriting business	<b>16,600</b>	2,627
Dealing in securities and futures business		
– Clients	<b>722,229</b>	131,346
– Brokers	<b>206,043</b>	91,198
– Clearing house	<b>736,021</b>	687,529
	<b>1,664,293</b>	910,073
Less: impairment allowance	<b>(1,059)</b>	(709)
	<b>1,679,834</b>	911,991

The following is an ageing analysis of accounts receivable based on the date of invoice or contract note at the reporting date:

	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	31/12/2024 <i>HK\$'000</i> <i>(Audited)</i>
Current (not past due)	<b>1,674,033</b>	910,370
Less than 31 days past due	<b>1,845</b>	167
31 – 60 days past due	<b>2,012</b>	–
61 – 90 days past due	<b>1,129</b>	–
Over 90 days past due	<b>1,874</b>	2,163
	<b>6,860</b>	2,330
Less: impairment allowance	<b>(1,059)</b>	(709)
	<b>1,679,834</b>	911,991

Client receivables from securities dealing are receivable on the settlement dates of their respective transactions, normally two or three business days after the respective trade dates.

Brokers and clearing house receivables are repayable on the settlement dates of their respective trade dates, normally two or three business days after the respective trade dates.

The settlement of the receivables from corporate finance and underwriting business is done based on the completion of each phase of the project.

## 12. OTHER RECEIVABLES AND PREPAYMENTS

	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	31/12/2024 <i>HK\$'000</i> <i>(Audited)</i>
Other receivables	<b>846,437</b>	345,591
Less: impairment allowance	<b>(64,886)</b>	(63,723)
	<b>781,551</b>	281,868
Prepayments	<b>74,077</b>	20,829
	<b>855,628</b>	302,697

## 13. MARGIN LOANS TO CUSTOMERS

	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	31/12/2024 <i>HK\$'000</i> <i>(Audited)</i>
Gross margin loans to customers	<b>660,282</b>	995,220
Less: impairment allowance	<b>(15,629)</b>	(161,978)
	<b>644,653</b>	833,242

No ageing analysis is disclosed, as in the opinion of the Directors, an ageing analysis does not give additional view of the nature of the margin loan business. The amount of credit facilities granted to margin clients is determined by the discounted market value of the collateral securities accepted by the Group.

## 14. ACCOUNTS PAYABLE

Accounts payable arising from the business of dealing in securities and options are as follows:

	<b>30/6/2025</b> <b>HK\$'000</b> <b>(Unaudited)</b>	31/12/2024 <i>HK\$'000</i> <i>(Audited)</i>
Clients — trade settlement	<b>1,230,595</b>	624,690
Clearing house	<b>120,043</b>	3,181
Brokers	<b>142,472</b>	230,850
	<b>1,493,110</b>	858,721

No ageing analysis is disclosed, as in the opinion of the Directors, an ageing analysis does not give additional view of the nature of these businesses.

The settlement terms of accounts payable arising from client businesses are normally two or three days after trade date or at specific terms agreed with clients, brokers or clearing house.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **BUSINESS REVIEW**

As one of the earliest licensed securities firms with PRC background in Hong Kong, we are one of the largest securities firms specialising in securities brokerage and margin financing, corporate finance and underwriting, investment and loans, asset management and advisory businesses. We believe that one of our core competitive strengths is our ability to offer comprehensive and integrated financial services and products that fulfil various investment and financing needs of clients. In the first half of 2025, the Group continued to enhance its licensed businesses. Nevertheless, as a result of the impact brought by various factors, the Group incurred a loss of HK\$282.6 million for the Reporting Period as compared to that of HK\$355.3 million for the same period in 2024.

#### **Securities Brokerage and Margin Financing**

Our securities brokerage business includes executing trades on behalf of clients in listed company stocks, bonds, futures, options and other marketable securities. We execute trades on behalf of clients of various securities products, with primary focus on stocks of companies listed on the Stock Exchange, and other types of securities, including eligible A shares under the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect, B shares of listed companies on the PRC stock exchanges, US stocks and bonds as well as futures and other exchange-tradable securities. Futures and options contract products include Hang Seng Index Futures and Options, Mini-Hang Seng Index Futures and Options, Hang Seng China Enterprises Index Futures and Options, Mini-Hang Seng China Enterprises Index Futures and Options and stock options.

In the first half of 2025, the complex international situation continued to interweave with new technological forces such as artificial intelligence (AI) and digital assets. The IPO market recovered, and the Hong Kong stock market transitioned from a period of high volatility at the beginning of the year to a phase of narrow consolidation at high levels. The retail clients' willingness to invest fluctuated significantly along with the market. On one hand, our team monitored market hotspots and capital flows, and precisely activated the existing clients' demand for stock-related products. On the other hand, we continued to leverage the Group's investment and research capacity and strengths by meeting our client's demand for integrated services through the expansion of our portfolio to include local, corporate, and industrial investment clients.

For the six months ended 30 June 2025, our commission and fee income from the securities brokerage business was HK\$71.3 million, representing an increase of HK\$29.0 million or 68.3% as compared with the corresponding period in 2024.



The following table sets forth a breakdown of the commission by product types of our securities brokerage business:

	<b>For the six months ended 30 June</b>			
	<b>2025</b>		<b>2024</b>	
	<i>HK\$'million</i>	%	<i>HK\$'million</i>	%
Hong Kong stocks	<b>58.1</b>	<b>81.5</b>	25.5	60.3
Non-Hong Kong stocks	<b>4.8</b>	<b>6.7</b>	4.5	10.6
Bonds	<b>5.1</b>	<b>7.2</b>	9.2	21.8
Others	<b>3.3</b>	<b>4.6</b>	3.1	7.3
	<b>71.3</b>	<b>100.0</b>	42.3	100.0

Our margin financing business includes offering collateralised financing for stocks and bonds relating to securities transactions to both retail and institutional customers who require financing. In general, the interest rates charged to the margin clients range from prime rate minus 2% to prime rate plus 5%, with reference to client's financial background, the quality of underlying collaterals and the overall business relationship with the Company.

In response to complexities of international market volatility, we have adopted structural adjustments and more prudent market monitoring measures to improve the margin financing risk management.

In the first half of 2025, the number of margin client accounts increased to 9,761. The monthly average loan balance decreased and interest income from margin loans for the six months ended 30 June 2025 was HK\$25.6 million, representing a decrease of HK\$8.2 million or 24.1% as compared with the corresponding period in 2024.

The following table sets forth a summary of key operating and financial information of our margin financing business:

	<b>30/6/2025</b>	31/12/2024
Number of margin accounts	<b>9,761</b>	9,741
Balance of gross margin loans ( <i>HK\$'million</i> )	<b>660.3</b>	995.2
Monthly average balance ( <i>HK\$'million</i> )	<b>983.3</b>	1,067.4
Highest month end balance ( <i>HK\$'million</i> )	<b>1,173.1</b>	1,331.5
Lowest month end balance ( <i>HK\$'million</i> )	<b>660.3</b>	796.4
Margin value ( <i>HK\$'million</i> ) (Note 1)	<b>1,122.5</b>	1,113.6
Market value ( <i>HK\$'million</i> ) (Note 2)	<b>3,029.9</b>	2,848.3

Notes:

- 1 Margin value refers to the market value of the securities pledged as collateral for margin loans multiplied by a collateral discount ratio for each individual security.
- 2 Market value refers to the value of the securities pledged as collateral for margin loans at the real-time price of each individual security.

## **Corporate Finance and Underwriting**

We are dedicated to building a comprehensive and cross-border platform for our corporate finance and underwriting business. To address various needs of our corporate clients at different stages, we provide advisory services ranging from IPO sponsorship, equity securities underwriting (both primary and secondary), debt securities underwriting, mergers and acquisitions, pre-IPO financing, and financial advisory.

In the first half of 2025, there were a total of 42 new listings on the Stock Exchange (excluding transfer of listing from GEM to Main Board and De-SPAC transaction). The number of new listings increased by 40.00% as compared with the corresponding period in 2024. The aggregate amount of funds raised through IPOs was HK\$107.06 billion, representing an increase of 701.32% as compared with the corresponding period in 2024.

During the Reporting Period, we acted as an overall coordinator, a global coordinator/bookrunner for six completed IPO Main Board listing projects. In respect of debt capital markets, we completed 30 debt issuance projects and successfully assisted corporations in raising USD11.4 billion in aggregate. We also acted as financial advisor for two completed financial advisory projects.

For the six months ended 30 June 2025, our commission and fee income from corporate finance and underwriting services was HK\$10.9 million, representing a decrease of HK\$22.8 million or 67.5% as compared to HK\$33.7 million in the corresponding period of 2024.

## **Asset Management and Advisory**

We offer a full range of asset management products including both public and private equity funds, and discretionary management accounts, as well as investment advisory services, and provide comprehensive investment solutions and high-quality services to corporations, institutions, high-net-worth clients and individual investors. In addition to Hong Kong, we also provide asset management services in Mainland China via BOCOM International (Shanghai) in Shanghai and BOCOM International (Shenzhen) in Qianhai, Shenzhen, and have built up a cross-border asset management platform.

As a fund manager, we have continued to build up our core competitiveness in investment and research integration, and successfully launched BOCOM International Money Market Fund (USD) on 3 June 2025. The fund is our first public USD-denominated currency fund approved by the Securities and Futures Commission of Hong Kong for issuance in Hong Kong. In respect of existing funds, for the six months ended 30 June 2025, BOCOM International Dragon Core Growth Fund had a return of 15.41%, and in particular, had a monthly return of 9.27% in June, outperforming by 5.17 percentage points from the Hang Seng Index (4.1%) during the same period and ranking in the top 10 percent of its category in the Hong Kong market on a monthly basis. We have established over twenty BOCOM science and technology innovation equity investment series funds in provinces and cities such as Shanghai, Jiangsu, Zhejiang, Hubei, Shandong, Hebei, Shenzhen and Hainan, which focus on investing in high-quality enterprises engaged in fields such as new energy automobiles, new energy, semiconductors, artificial intelligence, new materials, bio-pharmaceuticals and next generation information technology. Leveraging on BOCOM's group resources, we also provided a full range of integrated financial services to these high-quality science and innovation enterprises. We have established the first fund-of-funds in Hainan, with us serving as the fund manager. This fund is specifically designed to target high-quality investment institutions operating in the digital economy and other industries that receive substantial local support. It invests in the respective sub-funds of such investment institutions, aiming to assist local governments in attracting investment and capital and foster the growth of sub-fund investors, through creating synergy in collaboration with the resources of BOCOM Group. Furthermore, we provided investors in the PRC and abroad with diversified cross-border asset management product portfolio and a full chain of QFLP and QDIE fund product services. As of 30 June 2025, we have established 18 QFLP funds and one QDIE fund, of which our QFLP fund has become the first fund of its kind to be established in Hainan and Qingdao.

As at 30 June 2025, the total amount of our AUM was approximately HK\$20,607.4 million, representing an increase of 13.5% from HK\$18,155.5 million as at 31 December 2024. For the six months ended 30 June 2025, asset management and advisory fee income increased by HK\$1.9 million or 9.7%, as compared to the same period in 2024, to HK\$21.9 million. During the Reporting Period, there was no proprietary trading gain, as compared to a proprietary trading gain of HK\$10.0 million for the same period in 2024.

## **Investment and Loans**

Our investment and loans business comprises equity investment, bonds investment, structured financing and loans. We aim to achieve a balance between investment returns and tolerable risks.

For equity investments, in recent years, we carried out plans with foresight centered on new quality productive forces by closely monitoring strategic emerging industries, advanced manufacturing industries, areas such as those with technological innovation and upgrading of traditional industries, and participated in debt-equity hybrid investments in enterprises with high growth potential. We paid close attention to and supported the development of Hong Kong as an international innovation and technology centre, and proposed to focus on developing equity investment business in Hong Kong. For bond investments, we preferred short-to-medium duration products with good credit standing and offshore premium.

For structured financing and corporate loans, we launched credit business, including leveraged financing, structured products, asset-backed loans, etc. In terms of asset classes, we mainly focused on loans to corporate clients. During the Reporting Period, we had six corporate clients. Our corporate clients primarily included corporate clients in the real estate industry, finance industry and manufacturing industry, to which the principal amount of loans granted amounted to HK\$697 million<sup>1</sup>, HK\$30 million and HK\$21 million, respectively, as at 30 June 2025 (as at 31 December 2024: the principal amount of loans granted to corporate clients in the real estate industry, stated-owned enterprises and manufacturing industry amounted to HK\$694 million<sup>1</sup>, HK\$502 million and HK\$10 million, respectively). The funding sources of our credit business included bank and other borrowings, obligation under repurchase agreements, subordinated loans, debt securities issued and internal funding. We determined the credit limit of respective clients based on various factors, including but not limited to the total value of assets maintained with the Group as well as their background, annual income, trading patterns and credit history. During the Reporting Period, the aggregate amount of loans granted to the top five clients was HK\$727 million, accounting for 97.2% of the total amount of loans granted by the Group during the Reporting Period, of which HK\$330 million was granted to the single largest client, representing 44.2% of the total amount of loans granted by the Group during the Reporting Period (as at 31 December 2024: the aggregate amount of loans granted to the top five clients was HK\$1,196 million, accounting for 98.8% of the total amount of loans granted by the Group during 2024, of which HK\$502 million was granted to the single largest client, representing 41.4% of the total amount of loans granted by the Group during 2024).

During the Reporting Period, the loans provided by the Group primarily included short-term and long-term loans. The interest rates we charged for the short-term loans ranged from 7.15% to 8.79% per annum, whilst the interest rates charged for the long-term loans ranged from 4.99% to 7.0% per annum (as at 31 December 2024: the interest rates charged for the short-term loans ranged from 5.25% to 9.51% per annum, whilst the interest rates charged for the long-term loans ranged from 6.5% to 7.0% per annum). We considered a number of factors when determining the interest rate to be charged to each client, including the comprehensive business relationship, risk exposure (which covers, among others, the financial capability, business prospect, credit history and background of the client) and funding cost.

For the six months ended 30 June 2025, interest income from loans and advances and financial assets at fair value through other comprehensive income was HK\$129.8 million, representing an increase of approximately 0.7% as compared to HK\$128.9 million for the same period in 2024. Proprietary trading loss was HK\$42.3 million, representing a decrease in loss of HK\$50.3 million compared to the same period in 2024.

1 Such loans were granted in or before 2021, and the difference between the principal amount of such loans as at the end of the Reporting Period and the corresponding amount as at 31 December 2024 is primarily attributable to exchange rate fluctuations.

In general, we require our clients to provide collateral in the form of floating charge or fixed charge to secure their payment obligations under the loans granted to protect our financial position. For secured collateral, during the Reporting Period, 92.1% of the secured collateral was in the form of securities and 7.9% was in the form of physical assets (as at 31 December 2024: all of the secured collateral was in the form of securities).

During the Reporting Period, the Group granted short-term loans with maturity of one year in the principal amount ranging from HK\$21 million to HK\$330 million to its clients having considered the concentration risks of the loan portfolio and the underlying collateral (as at 31 December 2024: short-term loans with maturity of one year in the principal amount ranging from HK\$4 million to HK\$502 million were granted); whilst long-term loans with maturity ranging from two to fifteen years in the principal amount ranging from HK\$28 million to HK\$170 million were only granted to corporate clients under syndication arrangement (as at 31 December 2024: long-term loans with maturity ranging from two to five years in the principal amount ranging from HK\$71 million to HK\$168 million were granted).

The table below sets forth our investment position by asset types for our equity and fixed income investment business:

	<b>30/6/2025</b>		<b>31/12/2024</b>	
	<b>HK\$'million</b>	<b>%</b>	<b>HK\$'million</b>	<b>%</b>
Fixed income securities	<b>7,327.5</b>	<b>70.9</b>	5,876.8	67.0
Bonds	<b>7,118.0</b>	<b>68.9</b>	5,673.3	64.7
Preference shares	<b>209.5</b>	<b>2.0</b>	203.5	2.3
Equity investments	<b>19.7</b>	<b>0.2</b>	48.3	0.6
Funds	<b>2,986.6</b>	<b>28.9</b>	2,838.1	32.4

## **Research**

Our research team provides independent and objective research on macroeconomics, major global asset classes, and cross-asset and multi-perspective investment strategies. In the first half of 2025, we continued to focus on forward-looking and thematic research, aiming to cover the entire industry value chain of trending sectors, identify valuable opportunities and companies. Meanwhile, we also enhanced internal research capabilities and strengthened group-wide synergy. Simultaneously, we leveraged abundant high-quality resources to provide professional services to institutional clients, meeting their diverse research and investment needs. Looking ahead, we will continue to feature forward-looking, in-depth, and differentiated insights to bolster our competitiveness. As of 30 June 2025, the research covered nine industries and related listed companies. Our analysts' roadshows on various platforms attracted nearly 0.2 million views.

## FINANCIAL REVIEW

### Financial Performance

The following table sets out the breakdown of total revenue and other income by segments:

	For the six months ended	
	30 June	
	2025	2024
	<i>HK\$'million</i>	<i>HK\$'million</i>
Brokerage	78.5	47.7
Corporate finance and underwriting	11.0	33.7
Asset management and advisory	21.9	29.9
Margin financing	25.6	33.8
Investment and loans	90.6	38.0
Others	48.7	102.0
	<hr/>	<hr/>
Total	<b>276.3</b>	<b>285.1</b>

The Group's loss for the six months ended 30 June 2025 was approximately HK\$282.6 million, compared to a loss of HK\$355.3 million for the same period in 2024.

### Liquidity, Financial Resources and Gearing Ratio

The Group's cash and bank balances as at 30 June 2025 increased by HK\$171.0 million to HK\$1,748.9 million (31 December 2024: HK\$1,577.9 million).

The Group's net current assets decreased by HK\$4,274.0 million to net current liabilities of HK\$579.6 million as at 30 June 2025 (31 December 2024: net current assets of HK\$3,694.4 million). The current ratio, being the ratio of current assets to current liabilities, was approximately 1.0 times as at 30 June 2025 (31 December 2024: 1.6 times).

As at 30 June 2025, the total borrowings of the Group amounted to HK\$13,465.8 million (31 December 2024: HK\$11,649.0 million), comprising of bank and other borrowings, obligation under repurchase agreements, subordinated loans and debt securities issued. Among these, the subordinated loans from the ultimate holding company amounted to HK\$1,000.0 million (31 December 2024: HK\$1,000.0 million).

Debt securities issued represented US\$500 million 1.75% guaranteed notes issued by a wholly-owned subsidiary of the Company on 28 June 2021 under the medium term note programme. The notes and the programme are listed on the Stock Exchange and the notes are issued to professional investors only as described in the pricing supplement dated 22 June 2021 and the offering circular dated 4 June 2021. The notes will mature on 28 June 2026 and are guaranteed by the Company.

As at 30 June 2025, the Group's gearing ratio was 1,680.1% (31 December 2024: 1,319.6%), as calculated by dividing total borrowings by total equity.

The Directors are of the view that the Group has maintained adequate liquidity for business operations and any investment opportunities that may arise in the near future.

### **Material Acquisitions and Disposals**

During the Reporting Period, there was no material acquisition or disposal of subsidiaries, associates or joint ventures of the Group.

### **Significant Investments Held**

During the Reporting Period, there was no significant investment held by the Group.

### **Charges on Group Assets**

As at 30 June 2025, there was no charge on Group assets (31 December 2024: Nil).

### **Capital Commitments**

As at 30 June 2025, the Group had no significant capital commitments.

### **Contingent Liabilities**

As at 30 June 2025, the Group had no material contingent liabilities.



## **OUTLOOK AND STRATEGY**

The global economic outlook for the second half of 2025 continues to face numerous challenges, primarily driven by trade protectionism and persistent geopolitical tensions. Nevertheless, the gradual progress in trade negotiations and the implementation of fiscal stimulus policies by various countries, coupled with the emerging technological revolution and industrial upgrades, are expected to inject new growth momentum into diverse economies. While a marginal improvement in the global economy is anticipated towards the end of the second half of the year, the recovery trajectory may exhibit increased divergence and uncertainty.

China's economy is poised to maintain a balance between domestic and external demand in the second half of 2025. The consistency and predictability of macroeconomic policies will serve as a crucial confidence anchor for the market. The strategic commitment to advancing scientific and technological innovation, green energy transition, and industrial upgrading will offer vital support for economic transformation. More precise structural policy tools are anticipated to mitigate external shocks effectively. As an international financial center, Hong Kong SAR is set to assume an even more pivotal intermediary role amid the trend of global capital reconfiguration. Emerging sectors such as RMB internationalization, green finance, and financial technology are expected to fuel the economic growth in Hong Kong.

The Company will actively seize the opportunities arising from national policy of enhancing Hong Kong's status as an international financial center, continue to adhere to the working principles of strengthening the foundation, making progress amidst stability, and improving quality and efficiency, and closely focus on the "Five Subjects" of financial endeavours: sci-tech finance, green finance, inclusive finance, pension finance and digital finance. With a focus on new productive forces, the Company will develop its distinctive businesses, persistently advance the development of its licensed operations, rigorously control risks, and fully leverage financial service functions as a securities firm with banking background and the synergistic advantages of the group, so as to enhance our capability to deliver integrated financial service comprehensively and strive to create value for all of its Shareholders and investors.

## **OTHER INFORMATION**

### **Purchase, Sale or Redemption of the Company's Listed Securities**

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares, if any) during the six months ended 30 June 2025.

### **Compliance with the Corporate Governance Code**

The Company has adopted the Corporate Governance Code of the Listing Rules as its own code of corporate governance. For further details, please refer to the "Corporate Governance Report" section contained in the Company's 2024 annual report. During the six months ended 30 June 2025, the Company has complied with all the code provisions set out in part 2 of the Corporate Governance Code.



## **Review of Interim Results**

The Audit Committee has reviewed with management and the Company's auditor, KPMG, the accounting principles and practices adopted by the Group and discussed the financial reporting matters including the review of the Company's interim report for the six months ended 30 June 2025.

The unaudited condensed consolidated interim financial information for the Reporting Period has been reviewed by the Company's auditor, KPMG, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

## **Interim Dividend**

No dividend was paid or declared by the Company for the six months ended 30 June 2025 (2024 1H: Nil).

## **Publication of Interim Results and Interim Report**

This interim results announcement is published on the websites of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company ([www.bocomgroup.com](http://www.bocomgroup.com)). The 2025 interim report containing all the information required by the Listing Rules will be made available on the above websites in due course.

## **DEFINITIONS**

In this announcement, the following expressions shall have the following meanings unless the context requires otherwise:

"1H"	the first six months of a particular calendar year
"AUM"	the amount of assets under management
"Board" or "Board of Directors"	the board of Directors of the Company
"BOCOM"	Bank of Communications Co., Ltd. (交通銀行股份有限公司), established in 1908, a company registered in the PRC as a joint stock limited liability company on 24 December 2004, the H shares and A shares of which are listed on the Stock Exchange and the Shanghai Stock Exchange, respectively, and being the ultimate controlling Shareholder of the Company
"BOCOM Group"	BOCOM and its subsidiaries (excluding the Group)

“BOCOM International (Shanghai)”	BOCOM International (Shanghai) Equity Investment Management Co., Ltd. (交銀國際(上海)股權投資管理有限公司), a company incorporated in the PRC with limited liability on 25 October 2010 and a subsidiary of the Company
“BOCOM International (Shenzhen)”	BOCOM International Private Equity Fund Management (Shenzhen) Company Limited (交銀國際私募股權基金管理(深圳)有限公司), a company incorporated in the PRC with limited liability on 3 February 2016, a subsidiary of the Company
“Company”	BOCOM International Holdings Company Limited (交銀國際控股有限公司), a company incorporated in Hong Kong with limited liability on 3 June 1998, the issued Shares of which are listed on the Main Board of the Stock Exchange
“Corporate Governance Code”	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
“Director(s)”	director(s) of the Company
“Group” or “we” or “us”	the Company and its subsidiaries
“HKD” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“IPO(s)”	initial public offering(s)
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended, supplemented or otherwise modified from time to time)
“PRC” or “China”	the People’s Republic of China
“QDIE”	Qualified Domestic Investment Entity
“QFLP”	Qualified Foreign Limited Partnership
“Reporting Period”	the six months ended 30 June 2025
“RMB”	Renminbi, the lawful currency of the PRC
“Shanghai Stock Exchange”	the Shanghai Stock Exchange (上海證券交易所)

“Share(s)”	ordinary share(s) in the capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange” or “SEHK” or “HKEX”	The Stock Exchange of Hong Kong Limited
“US” or “United States”	the United States of America
“USD” or “US\$”	United States dollars, the lawful currency of the United States

By order of the Board  
**BOCOM International Holdings Company Limited**  
**XIAO Ting**  
*Chairman and Non-executive Director*

Hong Kong, 26 August 2025

*As at the date of this announcement, the Board comprises Mr. XIAO Ting and Ms. ZHU Chen as Non-executive Directors; Mr. XIE Jie, Mr. WANG Xianjia and Mr. TAN Yueheng as Executive Directors; and Mr. MA Ning, Mr. LIN Zhijun and Mr. PU Yonghao as Independent Non-executive Directors.*