



SZSE: 000895



萬洲國際
WH GROUP

萬洲國際有限公司
WH GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)
Stock code: 288

2025

INTERIM
REPORT

Smithfield
NASDAQ: SFD

M MORLINY
FOODS



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CORPORATE INFORMATION

LEGAL NAME OF THE COMPANY

WH Group Limited

PLACE OF LISTING AND STOCK CODE

The shares of the Company were listed on the Main Board of the Stock Exchange on 5 August 2014

Stock Code: 288

COMPANY WEBSITE

www.wh-group.com

DIRECTORS

Executive Directors

Mr. WAN Long (Chairman)
Mr. GUO Lijun (Chief Executive Officer)
Mr. WAN Hongwei (Deputy Chairman)
Mr. MA Xiangjie (President of Shuanghui Development)
Mr. Charles Shane SMITH (President and Chief Executive Officer of Smithfield, who has resigned as a Director with effect from 28 January 2025)

Non-executive Director

Mr. JIAO Shuge

Independent Non-executive Directors

Mr. HUANG Ming
Mr. LAU, Jin Tin Don
Ms. ZHOU Hui

COMPANY SECRETARY

Mr. CHAU Ho

AUDIT COMMITTEE

Ms. ZHOU Hui (Chairman)
Mr. HUANG Ming
Mr. LAU, Jin Tin Don

REMUNERATION COMMITTEE

Mr. HUANG Ming (Chairman)
Mr. JIAO Shuge
Ms. ZHOU Hui

NOMINATION COMMITTEE

Mr. WAN Long (Chairman)
Mr. HUANG Ming
Mr. LAU, Jin Tin Don (ceased to be a member of the Nomination Committee with effect from 25 March 2025)
Ms. ZHOU Hui (appointed as a member of the Nomination Committee with effect from 25 March 2025)

ENVIRONMENTAL, SOCIAL AND GOVERNANCE COMMITTEE

Mr. GUO Lijun (Chairman)
Mr. WAN Hongwei
Mr. MA Xiangjie
Mr. Charles Shane SMITH (resigned with effect from 28 January 2025)
Mr. LAU, Jin Tin Don

FOOD SAFETY COMMITTEE

Mr. WAN Long (Chairman)
Mr. WAN Hongwei
Mr. MA Xiangjie
Mr. Charles Shane SMITH (resigned with effect from 28 January 2025)
Ms. ZHOU Hui (ceased to be a member of the Food Safety Committee with effect from 25 March 2025)
Mr. LAU, Jin Tin Don (appointed as a member of the Food Safety Committee with effect from 25 March 2025)

RISK MANAGEMENT COMMITTEE

Mr. WAN Long (Chairman)
Mr. GUO Lijun
Mr. MA Xiangjie
Mr. Charles Shane SMITH (resigned with effect from 28 January 2025)
Ms. ZHOU Hui

AUDITOR

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor

Corporate Information (Continued)

LEGAL ADVISOR

Paul Hastings (Hong Kong) LLP

PRINCIPAL BANKERS

Bank of America N.A.

Bank of China

Cooperatieve Rabobank U.A.

Industrial and Commercial Bank of China

The Hongkong and Shanghai Banking Corporation

AUTHORISED REPRESENTATIVES

Mr. WAN Long

Mr. CHAU Ho

SHARE REGISTRAR AND TRANSFER OFFICE PRINCIPAL

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HONG KONG BRANCH

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REGISTERED OFFICE

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RESULTS HIGHLIGHTS

	Six months ended 30 June	
	2025	2024
Key operating data		
Packaged meats sold (thousand metric tons)	1,451	1,501
Pork sold (thousand metric tons)	1,960	1,823

	Six months ended 30 June			
	2025		2024	
	Results before biological fair value adjustments US\$'million (unless otherwise stated) (unaudited)	Results after biological fair value adjustments US\$'million (unless otherwise stated) (unaudited)	Results before biological fair value adjustments US\$'million (unless otherwise stated) (unaudited)	Results after biological fair value adjustments US\$'million (unless otherwise stated) (unaudited)
Key financial data				
Revenue	13,387	13,387	12,293	12,293
EBITDA	1,585	1,666	1,469	1,599
Operating profit	1,259	1,259	1,140	1,140
Profit attributable to owners of the Company	725	788	694	784
Basic earnings per share (US cents)	5.65	6.14	5.41	6.11
Interim dividend per share (HK\$)	0.20	0.20	0.10	0.10

- Sales volume of packaged meats decreased by 3.3% while sales volume of pork increased by 7.5%.
- Revenue increased by 8.9%.
- Operating profit increased by 10.4%.
- Profit attributable to owners of the Company and basic earnings per share, before biological fair value adjustments, both increased by 4.5%.

MANAGEMENT DISCUSSION AND ANALYSIS

The following discussion should be read in conjunction with the interim financial information of the Group, including the related notes, set forth in the financial information section of this report.

INDUSTRY OVERVIEW

The Group is a leading pork company with global operations. In the Review Period, our business in China contributed 30.0% of the revenue and 34.6% of the operating profit of the Group (Comparable Period: 31.7% and 39.2% respectively). Meanwhile, our businesses in North America, which comprised of the US and Mexico, accounted for 55.2% of revenue and 53.6% of operating profit of the Group (Comparable Period: 54.3% and 47.7% respectively). Our business in Europe also accounted for 14.8% of revenue and 11.8% of operating profit of the Group (Comparable Period: 14.0% and 13.1% respectively). As the pork industry in each of the above regions is characterised distinctively but also co-related to each other to a certain extent, market dynamics in China, the US and Europe are important to the results of our Group.

China

China is the largest pork producer and consumption market in the world. Supplies of pork in China are largely dependent on the availability of agricultural resources, government policies, regulatory environment, animal epidemics and production technology. Given the dominant position of pork in Chinese diet, demand has always been stable and strong. As China continues to experience economic growth and improvement of people's living standards, demand for high-quality pork products is expected to expand further. In the meantime, cyclical and seasonal factors are also the driving forces of the short-term trend of the industry.

According to the National Bureau of Statistics of China, the total production of hogs was 366 million heads in the Review Period, which was 0.6% higher than that of the Comparable Period. The total production volume of pork was 30.20 million metric tons, representing an increase of 1.3% over the Comparable Period. With reference to the statistics published by the MOA, the number of breeding sows was 40.43 million heads at the end of June 2025, representing an increase of 0.1% from that of the same time last year. As market hog supplies remained sufficient but growth in consumption demand was limited, the average hog price in the Review Period was RMB 15.5 (approximately US\$2.13) per kg, representing a mild decrease of 0.8% over the Comparable Period.

Although the hog prices in China slightly decreased and additional tariffs were imposed by China on imports from the US and Canada, the total volume of imported pork and by-products in China during the Review Period increased by 3.4% to 1.15 million metric tons in the context of the complex and changing international trade situation. As disclosed by the General Administration of Customs of China, the key importing regions were the EU, Brazil and the US in descending order of import volume.

Management Discussion and Analysis (Continued)

US

The US is the third largest pork producer ranked after China and the EU globally and it is characterised by its relatively mature and concentrated pork industry. As the US is also one of the world's largest pork exporter, hog prices and pork cut-out values in the US are driven by the supply and demand of its domestic and export markets.

With reference to the statistics of the USDA, overall animal protein production in the US in the Review Period was 0.8% lower than that of the Comparable Period, of which the production of chicken increased by 1.6%, the production of pork and beef decreased by 1.0% and 2.5%, respectively. As pork supplies tightened and prices of other major proteins were firm, domestic demand of pork continued to be strong, supporting hog prices and pork cut-out values to increase. The average hog price, as published by CME was US\$1.50 per kg in the Review Period, representing an increase of 8.7% over the Comparable Period. The average pork cut-out value as reported by the USDA also increased 4.5% to US\$2.17 per kg.

As hog prices increased and raising costs decreased following the grain prices, the profitability of hog producers increased. However, the increase in pork cut-out values was lower than the increase in hog prices, the operating environment for processors became less favourable. Impacted by high prices and tariff negotiations, export demands were undermined. US pork export volume reduced by 4.0% during the Review Period as compared to the Comparable Period as published by the USDA. In terms of destination, shipments to China was 20.0% lower but shipments to Mexico was 4.9% higher as compared to the same period last year.

Europe

Considering all its member states collectively, the EU is the world's second largest producer of pork after China. Major producing countries included Spain, Germany, Denmark, Netherlands, France and Poland. The EU is also one of the world's largest exporters of pork and pork products. As a result, the pork prices in Europe are highly sensitive to the export conditions.

According to the statistics published by the European Commission, the aggregated pork production volume of the member states of the EU increased by 1.2% in the first five months of 2025 over that of the same period in the previous year. The increase indicated a recovery of hog supplies from low level. Meanwhile, outbreaks of foot-and-mouth disease in some regions led to trade disruptions. The increase in overall supplies and trade disruptions in certain markets which were affected by disease drove the downward movement of prices in the EU. The average carcass price in EU decreased by 8.3% to EUR 1.99 (approximately US\$2.17) per kg in the Review Period. It represented an average hog price of about EUR 1.50 (approximately US\$1.64) per kg. The decrease in price, couple with other factors, helped improve the export competitiveness of pork products which were free from trade disruptions. As a result, total export volume of the EU in the first five months of 2025 increased by 2.0% over that of the same period in the previous year. Out of which, shipments to China increased by 6.0%.

Management Discussion and Analysis (Continued)

RESULTS OF OPERATIONS

	Six months ended 30 June		Change %
	2025 US\$'million	2024 US\$'million	
Revenue⁽¹⁾			
— Packaged meats ⁽²⁾	6,640	6,491	2.3
— Pork ⁽³⁾	5,623	4,926	14.1
— Others	1,124	876	28.3
	13,387	12,293	8.9
Operating profit (loss)			
— Packaged meats ⁽²⁾	1,047	1,137	(7.9)
— Pork ⁽³⁾	255	95	168.4
— Others ⁽⁴⁾	(43)	(92)	N/A
	1,259	1,140	10.4

Notes:

- (1) Revenue refers to net external sales.
- (2) Packaged meats represents production, wholesale and retail sales of packaged meats products.
- (3) Pork represents hog farming, slaughtering, wholesale and retail sales of fresh and frozen pork products.
- (4) Others' operating loss includes corporate expenses.

In the Review Period, revenue of the Group increased by 8.9% to US\$13,387 million as the sales volume of pork and the average selling price of packaged meats increased. Operating profit also increased by 10.4% to US\$1,259 million primarily due to a significant growth in pork business.

Amongst all operating segments, packaged meats has always been our core business. During the Review Period, packaged meats accounted for 83.2% of the Group's operating profit and 49.6% of the Group's revenue (Comparable Period: 99.7% and 52.8% respectively).

Management Discussion and Analysis (Continued)

Packaged Meats

	Six months ended 30 June		Change %
	2025 US\$' million	2024 US\$' million	
Revenue			
China	1,531	1,697	(9.8)
North America	4,102	3,943	4.0
Europe	1,007	851	18.3
	6,640	6,491	2.3
Operating profit			
China	411	460	(10.7)
North America	569	614	(7.3)
Europe	67	63	6.3
	1,047	1,137	(7.9)

In the Review Period, the sales volume of our packaged meats decreased by 3.3% to 1,451 thousand metric tons. In China, sales volume decreased by 9.0% as we were facing the challenges of continuous weak demand and changing consumer market while our efforts to transform products and channels had yet to achieve the desired outcomes. Sales volume in North America remained stable in the Review Period. In Europe, sales volume increased by 7.3% as we benefited from the contribution of Argal (as defined herebelow).

Revenue of packaged meats in the Review Period increased by 2.3% to US\$6,640 million. In North America, revenue increased by 4.0% as the average selling price increased along with higher raw material costs. In Europe, revenue increased by 18.3% as average sales price and contribution from Argal increased. However, revenue in China decreased by 9.8% due to decline in sales volume, offsetting part of the revenue growth of the Group.

Operating profit was US\$1,047 million in the Review Period, representing a decrease of 7.9% from that of the Comparable Period. In China, operating profit decreased by 10.7% primarily due to decrease in sales volume and increase in expenses. In North America, as the increase in raw material costs outweighed the increase in sales price and the COVID-19-related Employee Retention Tax Credit ("ERC") reduced year-on-year, operating profit decreased by 7.3% in the Review Period. In Europe, operating profit increased by 6.3%, which was attributed to our disciplined product pricing actions and the consolidation of Argal's half-year results.

Management Discussion and Analysis (Continued)

Pork

	Six months ended 30 June		Change %
	2025 US\$' million	2024 US\$' million	
Revenue			
China	1,795	1,656	8.4
North America	3,279	2,710	21.0
Europe	549	560	(2.0)
	5,623	4,926	14.1
Operating profit			
China	28	28	—
North America	163	(4)	N/A
Europe	64	71	(9.9)
	255	95	168.4

Total number of hogs processed in the Review Period was 23,670 thousand heads, representing an increase of 6.2% over that of the Comparable Period. In China, North America and Europe, processing volumes increased by 19.3%, 1.7% and 6.8% respectively. We adjust processing volume from time to time according to the market dynamics in each region. External sales volume of pork was 1,960 thousand metric tons in the Review Period, representing an increase of 7.5% from that of the Comparable Period. The primary reason of increase was the increase in processing volume.

Benefiting from higher sales volume of pork and grains, our pork revenue during the Review Period increased by 14.1% to US\$5,623 million from that of the Comparable Period. In China, revenue increased by 8.4% due to higher sales volumes, though the uplift in revenue was partially offset by a decrease in average selling prices. In North America, revenue increased by 21.0% primarily due to higher sales volume and sales price of pork in the US, as well as the provision of grains to two associates, Murphy Farms and VisionAg Hog Production (as defined herebelow). In Europe, revenue decreased by 2.0% as the impact of decrease in sales price counterweighed the increase in sales volume.

Management Discussion and Analysis (Continued)

In the Review Period, operating profit increased significantly by 168.4% to US\$255 million. The notable improvement of results was mainly attributed to the turnaround of our hog raising operation in North America. Pork processing operation in North America encountered challenges such as reduced ERC, increased tariffs on exports and narrower market spread, but the negative impact was partially countervailed by effective control measures over costs and expenses. Operating profit in China remained stable. Although the performance of hogs raising operation improved, profitability of pork processing operation was impacted by keen market competition. Operating profit in Europe also decreased by 9.9% as the reduction in hog prices lowered the overall profitability of the vertically integrated pork production chain.

Others

In addition to packaged meats and pork, the Group also engages in certain other businesses which mainly include production and sale of poultry products, biological pharmaceutical materials, packaging materials and condiments, provision of logistics and supply chain management services as well as operation of a finance company and a chain of food retail stores.

In particular, our poultry business in Europe and China processed approximately 182 million heads of broiler, goose and turkey in total during the Review Period, representing an increase of 11.8% from that of the Comparable Period. External sales volume of poultry meats was 360 thousand metric tons, representing an increase of 13.0%. The growth of our poultry business is integral to our strategy of protein diversification. For our logistics and supply chain management business, we currently own 20 logistics parks across 15 provinces in China covering the majority regions of the nation. Apart from delivering our packaged meats and pork to customers timely and safely, these facilities also provide services to third party customers.

In the Review Period, revenue generated by our other businesses increased by 28.3% to US\$1,124 million. Excluding corporate expenses, our other businesses made positive contribution to the profit of the Group in the Review Period. The primary driver was the turnaround of our poultry business.

ANALYSIS OF CAPITAL RESOURCES

Separate Listing of Smithfield on the Nasdaq Global Select Market

In January 2025, the Group spun-off Smithfield with operations in North America for separate listing on the Nasdaq Global Select Market. Smithfield completed its initial public offering of 26,086,958 Smithfield Shares, which represents approximately 7% of the total outstanding shares, at a price of US\$20.00 per share under the ticker "SFD". Out of which, Smithfield issued 13,043,479 shares of common stock while the Group sold 13,043,479 shares of common stock. The Group also granted the underwriters a 30-day option to purchase up to 3,913,042 additional shares of the common stock held by the Group. In February 2025, the underwriters partially exercised such option and purchased 2,506,936 additional shares of common stock from the Group (the **"Separate Listing of Smithfield"**). The Group received net cash proceeds of approximately US\$534 million after deducting underwriting discounts, commissions and fees from the Separate Listing of Smithfield.

Management Discussion and Analysis (Continued)

In March and April 2025, the Group distributed a special cash dividend of HK\$0.18 per ordinary share of the Company and a special dividend by way of distribution in specie of certain Smithfield Shares or cash alternative to the Shareholders respectively. The two special dividends, in aggregate, amounted to approximately HK\$2,524 million (an equivalent of approximately US\$325 million).

After the Separate Listing of Smithfield, Smithfield continues to be a subsidiary of the Company. For more details regarding the Separate Listing of Smithfield, please refer to the announcements of the Company dated 6 February 2025, 28 February 2025, 5 March 2025 and 9 April 2025, respectively.

Treasury Management

Our treasury function undertakes the responsibility of cash management, liquidity planning and control, procurement of financing which is cost-efficient to the Group, management of credit profile as well as mitigation of financial risks such as interest rate and foreign exchange fluctuations. The design of our treasury function aims at aligning with the long-term and short-term needs of the Group and conforming with good governance standard.

Liquidity

The Group continues to maintain ample liquidity. As at 30 June 2025, we had cash and bank balances of US\$1,832 million (as at 31 December 2024: US\$2,055 million), which were held primarily in RMB and US\$. The aggregate amount of unutilised banking facilities as at 30 June 2025 was US\$6,197 million (as at 31 December 2024: US\$5,358 million). Out of which, committed banking facilities available to the Group as at 30 June 2025 was US\$2,655 million (as at 31 December 2024: US\$2,733 million).

For yield enhancement purpose, we also hold certain time deposits, financial products and debt instruments from time to time. These treasury products are classified under current assets as time deposits with original maturity of over three months, financial assets at fair value through profit or loss and debt investments at amortised cost. As at 30 June 2025, the aggregate balance was US\$1,145 million (as at 31 December 2024: US\$532 million). During the Review Period, there was no impairment charges on any of these treasury products.

Our current ratio (ratio of consolidated current assets to consolidated current liabilities) was 1.9 times as at 30 June 2025 (as at 31 December 2024: 1.9 times).

Credit Profile

The Group aims at maintaining a good credit profile for both the Company and its subsidiaries that is beneficial to their long-term growth and development. Our Long-Term IDR and senior unsecured rating are BBB+ according to Fitch Ratings. Our issuer credit rating is BBB according to S&P Global Ratings. Our issuer rating is Baa2 according to Moody's. The outlook of these ratings are stable.

For our indirect non wholly-owned subsidiary, Smithfield, Fitch Ratings affirms its Long-Term IDR of BBB with a stable outlook. According to S&P Global Ratings, the corporate credit rating of Smithfield is BBB-. The outlook is stable. The corporate family rating of Smithfield assigned by Moody's is Ba1. The credit outlook is also stable.

Management Discussion and Analysis (Continued)

Debt Profile

As at the dates indicated below, we had the following outstanding interest-bearing bank and other borrowings:

	At 30 June 2025 US\$' million	At 31 December 2024 US\$' million
Borrowings by nature		
Senior unsecured notes	1,984	1,982
Bank borrowings	1,885	1,318
Loans from third parties	6	5
Bank overdrafts	—	5
	3,875	3,310
Borrowings by geographical region		
North America	1,984	1,983
China	1,722	1,099
Europe	169	228
	3,875	3,310
Borrowings by currency		
US\$	2,088	1,983
RMB	1,403	1,098
Other currencies	384	229
	3,875	3,310

Management Discussion and Analysis (Continued)

The Group's total principal amount of outstanding borrowings as at 30 June 2025 was US\$3,894 million (as at 31 December 2024: US\$3,330 million). The maturity profile is analysed as follows:

	Total
In 2025	41%
In 2026	7%
In 2027	16%
In 2029	10%
In 2030	13%
In 2031 or after	13%
	100%

As at 30 June 2025, 99.9% of our borrowings were unsecured (as at 31 December 2024: 99.8%). Certain borrowings were secured by pledged bank deposits. Certain borrowings contained affirmative and negative covenants that are subject to certain qualifications and exceptions. The Group had no default in repayment of loan principals and payment of interests, nor did it breach any relevant finance covenants during the Review Period.

Major Financing Activities

There were no major financing activities in the Review Period.

Leverage Ratios

As at 30 June 2025, our debt to equity ratio (ratio of consolidated borrowings to consolidated total equity) and net debt to equity ratio (ratio of consolidated borrowings less cash and bank balances to consolidated total equity) were 32.2% and 17.0%, respectively (as at 31 December 2024: 29.1% and 11.0%, respectively). Our debt to EBITDA ratio (ratio of consolidated borrowings to EBITDA before biological fair value adjustments) and net debt to EBITDA ratio (ratio of consolidated borrowings less cash and bank balances to EBITDA before biological fair value adjustments) as at 30 June 2025, were 1.2 times and 0.6 times, respectively (as at 31 December 2024: 1.1 times and 0.4 times, respectively).

Finance Costs

Despite an increase in the balance of borrowings, our finance costs remained stable at US\$74 million in the Review Period as the applicable interest rates on bank borrowings trended downward.

As at 30 June 2025, the average interest rate of our outstanding borrowings was 2.74% (as at 31 December 2024: 2.95%).

Management Discussion and Analysis (Continued)

HUMAN RESOURCES

We believe that the success of the Group largely depends on our capacity to attract and retain a dynamic workforce. As at 30 June 2025, the Group had approximately 100 thousand employees in total, in which approximately 46 thousand employees were with our China operation, approximately 35 thousand employees were with our North America operations and approximately 19 thousand employees were with our European operations.

We value respectful working relationships and promote enterprising work ethics. We nurture an inclusive culture and provide safe work place. To empower our employees with continuously evolving knowledge and skills to drive the growth of the Group, we provide adequate training and development programs.

Our compensation principle is to align rewards of employees with the goals, objectives and financial performance of the Group. Therefore, our compensation includes appropriate fixed pays such as basic salaries and allowances; variable incentives such as performance bonus; and fringe benefits such as retirement plans and medical coverage. The Company also adopted the Smithfield Incentive Plan in 2025, granting certain Smithfield stock options and restricted stock units to certain participating employees. For more details regarding the Smithfield Incentive Plan, please refer to the announcements of the Company dated 14 July 2024, 6 January 2025, 21 January 2025 and 28 January 2025 and the circular of the Company dated 18 November 2024.

In the Review Period, total remuneration expenses of the Group amounted to US\$2,131 million, representing an increase of 6.1% from that of the Comparable Period. The increase was primarily due to global wages inflation and recognition of share-based payments associated with the Smithfield Incentive Plan.

BIOLOGICAL ASSETS

As at 30 June 2025, we had a total of 10.8 million hogs, consisting of 9.9 million live hogs and 0.9 million breeding stock, representing a decrease of 14.3% from that of 31 December 2024. We also had a total of 32.7 million poultry, consisting of 29.9 million broilers and 2.8 million breeding stock, an increase of 50.5% from that of 31 December 2024. The fair value of our biological assets was US\$1,343 million as at 30 June 2025, as compared to US\$1,441 million as at 31 December 2024.

Our results have been, and we expect they will continue to be, affected by changes in the fair value of our biological assets. Fair value of our biological assets is determined with reference to the market prices, species, growing conditions, cost incurred and the professional valuation. We engaged an independent valuer, Jones Lang LaSalle Corporate Appraisal and Advisory Limited, to measure such fair value for the Group on an annual basis.

In the Review Period, the net impact of biological fair value adjustments on our profit or loss was a gain in the amount of US\$62 million (Comparable Period: gain of US\$96 million).

Management Discussion and Analysis (Continued)

KEY INVESTMENT INTERESTS

Formation of Murphy Farms

In December 2024, the Group entered into agreements with an independent third-party contract grower, Murphy Family Ventures, for the formation of a limited liability company, Murphy Family Farms LLC (the **"Murphy Farms"**), to provide approximately 3.2 million hogs annually for our pork operations in the US. In January 2025, the Group transferred 150 thousand sows (and the market hogs they produce) to Murphy Farms and it is contracted to provide certain production services, including the supply of feeds and transportation services to Murphy Farms. Currently, the Group owns 25% equity interest in Murphy Farms. We regard this arrangement to be beneficial for us to achieve a more steady and sustainable pork business in the US.

Formation of VisionAg Hog Production

In December 2024, the Group signed an agreement with VisionAg, LLC, an affiliate of HD3 Farms, one of the largest wean-to-finish and finishing growers in the US, for the formation of a limited liability company, VisionAg Hog Production, LLC (the **"VisionAg Hog Production"**) to supply approximately 600 thousand hogs annually to our pork business in the US as an independent producer. In January 2025, the Group transferred 28 thousand sows (and the market hogs they produce) to VisionAg Hog Production and it is contracted to provide production services, including the supply of feeds and transportation services to VisionAg Hog Production. Currently, the Group owns 9% equity interest in VisionAg Hog Production. We regard this arrangement to be beneficial for the Group to achieve a more steady and sustainable pork business in the US.

Restructuring of Operations in Western US

The Group closed our processing facility in California, exited certain hog farm operations in Arizona and California, and reduced our sow herd in Utah during 2023, as operating in these areas had been increasingly costly. In the Review Period and 2024, we incurred exit and restructuring costs of US\$7 million and US\$26 million, respectively.

Internal Restructuring of European Operation

In August 2024, the Group completed the carve-out of our European operations from Smithfield. We expect this internal restructuring will further enhance our management efficiency and strengthen synergies among the various regions of the Group.

Purchase of Packaged Meats Facility in Tennessee, the US

In July 2024, the Group completed the purchase of a premier dry sausage production facility in Tennessee from Cargill Meat Solutions Corporation. We expect this investment would fuel our strategy of continued growth in the value-added packaged meats business, enhancing our ability to serve the growing demand for high-quality pepperoni, deli, charcuterie and other dry sausage products in the US.

Acquisition of Argal

In March 2024, the Group completed the acquisition of 50.1% equity interest in Argal Alimentación, S.A. (**"Argal"**), a Spanish producer of charcuterie and other packaged meats products. The acquisition of Argal was based on an agreed framework of joint management with the original shareholders of Argal, who are currently holding the remaining 49.9% equity interest in Argal. We expect Argal would be a solid platform for our packaged meats growth in Spain and in Europe.

Management Discussion and Analysis (Continued)

Reform of US Hog Production

The Group decided to reform its hog production operation in the US during 2023. In 2024, an exit cost of US\$27 million was incurred and a pre-tax gain of US\$29 million was recorded for the disposal of certain vacant farms and idle land in Missouri and Utah.

CAPITAL EXPENDITURES

Our capital expenditures are primarily for the construction, renovation and transformation of production plants and ancillary facilities. We fund these capital expenditures with internally generated cash, bank loans and shareholders' capital.

Capital expenditures amounted to US\$290 million in the Review Period. The following table sets out our capital expenditures paid by geographical region for the periods indicated.

	Six months ended 30 June	
	2025 US\$' million	2024 US\$' million
China	73	117
North America	158	173
Europe	59	59
	290	349

During the Review Period, our capital expenditures in China were mainly for the establishment and transformation of poultry and packaged meats production facilities. Our capital expenditures in North America were primarily related to the modernisation of our processing plants and expansion of our packaged meats capacity. Our capital expenditures in Europe were mainly for the additions of poultry production line and other supporting facilities.

KEY RISKS AND THEIR MANAGEMENT

Risk Management

The risk management system of the Group is designed to assist the Group in implementing a sound and consistent risk management and reporting process across the Group. The Risk Management Committee is mainly responsible to oversee the development and implementation of the Group's risk management system. The Group's risk management department assisted the Risk Management Committee to review the effectiveness of risk management process and risk management report submitted by management, in which key risks and mitigation measures were reported to the Risk Management Committee. During the Review Period, the Group conducted enterprise risk assessments to analyse and report key risks, followed by the establishment of respective mitigation controls.

Management Discussion and Analysis (Continued)

Commodities Price Risks

Commodities comprise a significant part of the Group's inputs (costs) and outputs (sales). The Group uses various raw materials, primarily live hogs, meat, corn, and soybean meal in our packaged meats and pork operations. The Group's revenue is primarily driven by the sale of packaged meats and pork. Significant price fluctuations in these commodities affect our results.

In China, we mitigate the effects of price fluctuations through effective reserves management strategy, pass-through of costs and overseas imports. In the US, our vertically integrated supply chain helps the natural hedge of commodities price changes. These commodities are also actively traded on the exchanges. We hedge when we determine conditions are suitable to mitigate price risks. The main objective of hedges is to manage commodity price risk associated with the raw material costs and forward sales of our packaged meats and pork businesses. While these hedging activities may limit our ability to participate in gains from favorable commodity fluctuations, it also reduces the risk of loss from adverse changes in raw material prices. The Group has robust policy and procedures in the management of these hedging activities under a dedicated and professional team.

Currency and Interest Rate Risks

The Group generally matches income and expenses, assets and liabilities with the same currency, in each geographical location which it operates, to reduce currency risks. Only certain entities of the Group have certain sales, purchases, cash and bank balances and borrowings denominated in currencies other than their functional currencies. We monitor our foreign exchange exposure at any time and hedge significant exposure should the need arise.

Our borrowings carry fixed or floating interest rates. As at 30 June 2025, approximately 91.8% of our borrowings (other than bank overdrafts) were at fixed interest rates (as at 31 December 2024: 90.5%). To manage our interest rate exposure, we optimise our debt portfolio and enter into hedges (if appropriate).

CONTINGENT LIABILITIES

Our operations are subject to various laws and regulations administered by various specific local authorities. We receive notices and inquiries from them in relation to compliance from time to time. In some instances, litigation ensues or individuals may initiate litigation against the Group.

Antitrust Litigation

Smithfield has been named as one of the 16 defendants by three groups of plaintiffs (namely the direct purchasers, commercial and institutional indirect purchasers and consumer indirect purchasers) and certain individuals in the US alleging antitrust violations in the pork industry starting in 2009 and continuing through at least June 2018 (the "Antitrust Litigation").

Management Discussion and Analysis (Continued)

Payments in an aggregated amount of approximately US\$194 million were subsequently made to settle all class claims by the direct purchasers, commercial and institutional indirect purchasers and consumer indirect purchasers ("**Class Settlements**"). Smithfield also has entered into negotiations to settle certain outstanding non-class cases and related claims. Currently, 22 individual cases (including customers who opted out of the Class Settlements) remain pending against the Group. We intend to vigorously defend against these claims. Additionally, the Attorneys General of New Mexico, Alaska, and the Commonwealth of Puerto Rico have filed similar lawsuits on behalf of their respective states, territories, agencies, and citizens. The Group has settled all of these cases. In July 2025, the Group received a civil investigative demand from the Washington State Attorney General, requesting information related to this antitrust litigation.

The Board assesses and monitors the financial and operational impacts of material lawsuits, including the Antitrust Litigation, on a continuous basis and takes actions which are considered to be in the best interest of the Group. More details and further updates of the Antitrust Litigation and other lawsuits are set out in note 18 to the interim financial information of this report.

SUSTAINABILITY

Sustainability is an important area of the Group's governance framework. The Board has established an ESG Committee at the Group level, which sets sustainability goals and targets and guides our development strategy. During the Review Period, the Group held an ESG Committee meeting. At the meeting, the ESG Committee reviewed the key environmental, social and governance risks faced by the Group, and its risk mitigation controls that presented by the management, assessed and endorsed the Group's progress made in light of the environmental targets and amendment made to the Group's corporate principles. The Committee also approved the 2024 Environmental, Social and Governance Report of the Group, which was officially released on 15 April 2025.

The Group is committed to providing sustainable protein choices for consumers globally. As our businesses grows, we also track our impact to natural environment and communities where we operate, monitor the evolution of consumer needs, at the same time, build mutual respect with employees and enable their development. We are engaged in delivering positive contributions to building a healthy and vibrant industry chain, along with our suppliers and distributors. As a leading global operator, we are subject to different laws and legal standards in the markets where we operate, and are conscious that the expectations of our stakeholders are different among various markets where we have a presence. Under the guidance of the ESG Committee, each of our business units also has its own sustainability body, which drives local sustainability initiatives forward in accordance with the Group's corporate principles.

As at 30 June 2025, the Company remained a constituent stock of the Hang Seng Corporate Sustainability Index ("**HSSUS**") with A+ grade, and has retained an ESG rating of BBB with MSCI, the world's largest index company.

Management Discussion and Analysis (Continued)

SIGNIFICANT CHANGES SINCE 30 JUNE 2025

On 8 September 2025, an indirect non wholly-owned subsidiary of the Company, Smithfield, completed its secondary public offering. In which, a total of 22,461,452 Smithfield Shares were sold by the Group. As a result, the Group's equity holding in Smithfield reduced from approximately 92.7%, which was subsequent to the Separate Listing of Smithfield (as defined above), to the latest of approximately 87.0% (the **"Secondary Public Offering of Smithfield"**). The Group received net cash proceeds of approximately US\$506 million from the Secondary Public Offering of Smithfield. As disclosed in the announcement of the Company dated 10 September 2025, the Board is considering the declaration and payment of a special dividend to the Shareholders.

For details, please refer to the announcements of the Company published on 3 September, 5 September, 7 September and 10 September 2025.

Save as disclosed above, as at the Latest Practicable Date, there were no other significant changes in the Group's latest financial position or the information disclosed under "Financial Information" and "Management Discussion and Analysis" in this report.

OUTLOOK

In the first half of 2025, management of the Company navigated through the challenges posed by the complex international situation and trade tensions and achieved growth in both revenue and profit. Looking ahead, we will continue to focus on our core packaged meats business. We promote product and channel transformation in China to respond to the evolving consumer market. We mitigate the pressure of increasing costs and maintain high profitability in the US. We expand scale and enhance profit contribution in Europe. At the same time, we will further strengthen the pork business by improving the operating indicators of hog raising, enhancing the production efficiency of pork processing, and increasing the added value of pork products. However, the uncertainties in the global political and trade environment will continue to impact the operations of all enterprises. We will adhere to the strategies of "industrialization, diversification, globalization, and digitalization", adapt to changes and leverage our strengths to strive for stable and positive operating results, as well as to provide higher returns to the Shareholders.

INDEPENDENT REVIEW REPORT



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To the board of directors of WH Group Limited

(Incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 21 to 56, which comprises the condensed consolidated statement of financial position of WH Group Limited (the “**Company**”) and its subsidiaries (the “**Group**”) as at 30 June 2025 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six months then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 *Interim Financial Reporting* (“**IAS 34**”) as issued by the International Accounting Standards Board (the “**IASB**”). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with IAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

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

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young

Certified Public Accountants

Hong Kong

12 August 2025

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	Notes	For the six months ended 30 June 2025			For the six months ended 30 June 2024		
		Results before biological fair value adjustments US\$'million (Unaudited)	Biological fair value adjustments US\$'million (Unaudited)	Total US\$'million (Unaudited)	Results before biological fair value adjustments US\$'million (Unaudited)	Biological fair value adjustments US\$'million (Unaudited)	Total US\$'million (Unaudited)
Revenue	3	13,387	—	13,387	12,293	—	12,293
Cost of sales		(10,821)	(117)	(10,938)	(9,820)	164	(9,656)
Gross profit		2,566	(117)	2,449	2,473	164	2,637
Distribution and selling expenses		(891)	—	(891)	(896)	—	(896)
Administrative expenses		(451)	—	(451)	(463)	—	(463)
Gain arising from agricultural produce at fair value less costs to sell at the point of harvest		—	105	105	—	26	26
Gain (loss) arising from changes in fair value less costs to sell of biological assets		—	93	93	—	(60)	(60)
Other income		77	—	77	44	—	44
Other gains and (losses)		31	—	31	(1)	—	(1)
Other expenses		(106)	—	(106)	(42)	—	(42)
Finance costs		(74)	—	(74)	(74)	—	(74)
Share of profits (losses) of associates		(7)	—	(7)	—*	—	—*
Share of profits (losses) of joint ventures		5	—	5	(—*)	—	(—*)
PROFIT BEFORE TAX	4	1,150	81	1,231	1,041	130	1,171
Taxation	5	(293)	(19)	(312)	(245)	(34)	(279)
PROFIT FOR THE PERIOD		857	62	919	796	96	892
Other comprehensive income for the period: <i>Items that may be reclassified subsequently to profit or loss:</i>							
— exchange differences arising on translation of foreign operations				361			(152)
— fair value changes in cash flow hedge, net of tax				(21)			23
Net other comprehensive income that may be reclassified subsequently to profit or loss				340			(129)

* Less than US\$1 million.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Continued)

For the six months ended 30 June 2025

	Notes	For the six months ended 30 June 2025			For the six months ended 30 June 2024		
		Results before biological fair value adjustments US\$'million (Unaudited)	Biological fair value adjustments US\$'million (Unaudited)	Total US\$'million (Unaudited)	Results before biological fair value adjustments US\$'million (Unaudited)	Biological fair value adjustments US\$'million (Unaudited)	Total US\$'million (Unaudited)
Other comprehensive income for the period, net of tax				340			(129)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD				1,259			763
Profit for the period attributable to:							
— owners of the Company				788			784
— non-controlling interests				131			108
				919			892
Total comprehensive income for the period attributable to:							
— owners of the Company				1,111			672
— non-controlling interests				148			91
				1,259			763
EARNINGS PER SHARE							
— Basic (US cents)	7			6.14			6.11
— Diluted (US cents)				6.14			6.11

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2025

	Notes	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	8	6,538	6,393
Right-of-use assets		669	607
Biological assets	9	214	206
Goodwill		2,090	2,100
Intangible assets		1,768	1,699
Interests in associates		139	145
Interests in joint ventures		107	95
Other receivables		70	84
Financial assets at fair value through profit or loss		2	2
Pledged bank deposits		7	6
Deferred tax assets		41	54
Other non-current assets		260	222
Total non-current assets		11,905	11,613
CURRENT ASSETS			
Properties under development	8	34	43
Biological assets	9	1,129	1,235
Inventories	10	2,882	2,805
Trade and bills receivables	11	1,211	888
Prepayments, other receivables and other assets		510	523
Debt investments at amortised cost		231	179
Financial assets at fair value through profit or loss		74	310
Taxation recoverable		128	98
Time deposits with original maturity of over three months		840	45
Pledged/restricted bank deposits		70	47
Cash and bank balances		1,832	2,055
Total current assets		8,941	8,228
CURRENT LIABILITIES			
Trade payables	12	1,000	1,212
Accrued expenses and other payables	13	1,759	1,945
Lease liabilities		82	71
Taxation payable		143	109
Borrowings	14	1,737	1,049
Bank overdrafts	14	—	5
Total current liabilities		4,721	4,391

Condensed Consolidated Statement of Financial Position (Continued)

30 June 2025

	Notes	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
NET CURRENT ASSETS		4,220	3,837
TOTAL ASSETS LESS CURRENT LIABILITIES		16,125	15,450
NON-CURRENT LIABILITIES			
Other payables	13	521	498
Lease liabilities		395	343
Borrowings	14	2,138	2,256
Deferred tax liabilities		684	659
Deferred revenue		10	11
Pension liability and other retirement benefits	15	326	322
Total non-current liabilities		4,074	4,089
NET ASSETS		12,051	11,361
CAPITAL AND RESERVES			
Share capital		1	1
Reserves		10,928	10,660
Equity attributable to owners of the Company		10,929	10,661
Non-controlling interests		1,122	700
TOTAL EQUITY		12,051	11,361

The interim condensed consolidated financial information on pages 21 to 56 were approved and authorised for issue by the Board of Directors on 12 August 2025 and are signed on its behalf by:

Mr. Wan Long
Director

Mr. Guo Lijun
Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

	Attributable to owners of the Company							Total	Non-controlling interests	Total equity
	Share capital	Share premium	Capital reserve	Translation reserve	Other reserve	Statutory surplus reserve	Retained profits			
	US\$'million	US\$'million	US\$'million (Note (a))	US\$'million (Note (b))	US\$'million (Note (c))	US\$'million (Note (d))	US\$'million	US\$'million	US\$'million	US\$'million
At 1 January 2025 (Audited)	1	1,083	750	(389)	(366)	271	9,311	10,661	700	11,361
Profit for the period	—	—	—	—	—	—	788	788	131	919
Exchange differences arising on translation of foreign operations	—	—	—	344	—	—	—	344	17	361
Fair value changes in cash flow hedge	—	—	—	—	(21)	—	—	(21)	—	(21)
Total comprehensive income for the period	—	—	—	344	(21)	—	788	1,111	148	1,259
Dividend paid to non-controlling interests	—	—	—	—	—	—	—	—	(122)	(122)
Dividend	—	—	—	—	—	—	(986)	(986)	—	(986)
Net proceeds from separate listing of a subsidiary	—	—	534	—	—	—	—	534	—	534
Deemed partial disposal of a subsidiary	—	—	(389)	—	—	—	—	(389)	389	—
Share-based payments of a subsidiary	—	—	—	—	—	—	—	—	11	11
Fair value adjustment of contractual put option in relation to non-controlling interests (Note (e))	—	—	(1)	—	—	—	—	(1)	—	(1)
Transfer of contractual put option in relation to non-controlling interests (Note (e))	—	—	—	—	—	—	—	—	(5)	(5)
Transfer	—	—	—	—	—	4	(5)	(1)	1	—
	—	—	144	—	—	4	(991)	(843)	274	(569)
At 30 June 2025 (Unaudited)	1	1,083	894	(45)	(387)	275	9,108	10,929	1,122	12,051
At 1 January 2024 (Audited)	1	1,083	753	(154)	(215)	276	8,087	9,831	744	10,575
Profit for the period	—	—	—	—	—	—	784	784	108	892
Exchange differences arising on translation of foreign operations	—	—	—	(135)	—	—	—	(135)	(17)	(152)
Fair value changes in cash flow hedge	—	—	—	—	23	—	—	23	—	23
Total comprehensive income for the period	—	—	—	(135)	23	—	784	672	91	763
Acquisition of additional interests in subsidiaries	—	—	—	—	—	—	—	—	(12)	(12)
Dividend paid to non-controlling interests	—	—	—	—	—	—	—	—	(103)	(103)
Dividend	—	—	—	—	—	—	(410)	(410)	—	(410)
Fair value adjustment of contractual put option in relation to non-controlling interests (Note (e))	—	—	(35)	—	—	—	—	(35)	—	(35)
Transfer of contractual put option in relation to non-controlling interests (Note (e))	—	—	—	—	—	—	—	—	(8)	(8)
Transfer	—	—	—	—	—	(5)	5	—	—	—
	—	—	(35)	—	—	(5)	(405)	(445)	(123)	(568)
At 30 June 2024 (Unaudited)	1	1,083	718	(289)	(192)	271	8,466	10,058	712	10,770

Condensed Consolidated Statement of Changes in Equity (Continued)

For the six months ended 30 June 2025

Notes:

(a) Capital reserve

Capital reserve represents the difference between the amounts by which the non-controlling interests are adjusted for the change in the Group's ownership interests in existing subsidiaries and the fair value of the consideration paid or received.

(b) Translation reserve

The translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations.

(c) Other reserve

Other reserve mainly included the fair value of the share options, remeasurement deficit of the defined benefit pension plans and cumulative net change in fair value in cash flow hedge attributable to the Group.

(d) Statutory surplus reserve

Pursuant to the relevant regulations in Mainland China and the articles of association of the Group's subsidiaries registered in Mainland China, each of them is required to transfer 10% of its profit, as determined under the China accounting regulations, to the statutory surplus reserve until the reserve aggregates to 50% of its registered capital. The transfer to this reserve must be made before distribution of dividends to shareholders.

The statutory surplus reserve shall only be used to make up previous years' losses or to increase the relevant company's capital. Upon approval by a resolution of shareholders' general meeting, each of the relevant companies may convert its statutory surplus reserve into capital, provided the balance of the reserve after such issue is not less than 25% of the registered capital.

(e) Transfer of contractual put option in relation to non-controlling interests

The Group held contractual put options in relation to non-controlling interest ("NCI") shares in subsidiaries. The NCI shareholders can require the Group to acquire the shares of that subsidiary at a future date. The Group applied the partial recognition of NCI method for its put option, of which the profit for the year shared by the NCI shareholders in relation to the portion of the put option is recorded as a liability in "accrued expenses and other payables" in the condensed consolidated statement of financial position as at the end of the reporting periods.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025 US\$'million (Unaudited)	2024 US\$'million (Unaudited)
Net cash flows from operating activities	767	689
INVESTING ACTIVITIES		
Interest received	38	16
Additions of property, plant and equipment	(290)	(349)
Proceeds from disposal of property, plant and equipment	28	3
Dividends received from associates	1	4
Net cash outflow on acquisition of subsidiaries	—	(82)
Purchase of financial assets at fair value through profit or loss	(622)	(925)
Proceeds from disposal of financial assets at fair value through profit or loss	865	703
Purchase of debt investments at amortised cost	(179)	(76)
Proceeds from disposal of debt investments at amortised cost	134	244
Placement of time deposits with original maturity of over three months	(883)	—
Withdrawal of time deposits with original maturity of over three months	87	—
Placement of pledged/restricted bank deposits	(5)	(35)
Withdrawal of pledged/restricted bank deposits	1	39
Insurance claims on property, plant and equipment	4	2
Purchases of other assets	(8)	(3)
Net cash flows used in investing activities	(829)	(459)
FINANCING ACTIVITIES		
Interest paid	(69)	(70)
Dividends paid to shareholders and non-controlling interests	(1,106)	(514)
Proceeds from borrowings, net of transaction costs	2,506	2,680
Repayment of borrowings	(1,973)	(2,619)
Acquisition of additional interests in subsidiaries	—	(12)
Lease payments	(39)	(64)
Net proceeds from separate listing of a subsidiary	534	—
Net cash flows used in financing activities	(147)	(599)

Condensed Consolidated Statement of Cash Flows (Continued)

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025	2024
	US\$'million	US\$'million
	(Unaudited)	(Unaudited)
Net decrease in cash and cash equivalents	(209)	(369)
Cash and cash equivalents at beginning of period	2,050	1,156
Effect of foreign exchange rate changes	(9)	(17)
Cash and cash equivalents at end of period	1,832	770
Analysis of balances of cash and cash equivalents		
Cash and bank balances	1,832	797
Bank overdrafts	—	(27)
Cash and cash equivalents as stated in the condensed consolidated statement of cash flows	1,832	770

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2025

1. CORPORATE INFORMATION AND BASIS OF PREPARATION

WH Group Limited (the “**Company**”) was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law of the Cayman Islands.

The Company acts as an investment holding company. The principal activities of its principal subsidiaries are production and sales of packaged meats and pork.

The functional currency of the Company is United States Dollar (“**US\$**”).

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board (the “**IASB**”) and the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The interim condensed consolidated financial information has been prepared under the historical cost convention, except for biological assets, certain financial instruments and other non-current assets, which are measured at fair value. This condensed consolidated financial information is presented in US\$ and all values are rounded to the nearest million except when otherwise indicated.

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual financial statements for the year ended 31 December 2024.

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2024, which have been prepared in accordance with IFRS Accounting Standards as issued by the IASB, except for adoption of the revised IFRS Accounting Standards as disclosed in note 2 below.

2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of the following amended IFRS Accounting Standard for the first time for the current period’s financial information.

Amendments to IAS 21

Lack of Exchangeability

The application of the amendments to IFRS Accounting Standard in the current period has had no material effect on the amounts reported and disclosures set out in the interim condensed consolidated financial information.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

The nature and impact of the amended IFRS Accounting Standard are described below:

Amendments to IAS 21 *Lack of Exchangeability*

Amendments to IAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted with and the functional currencies of group entities for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the interim condensed consolidated financial information.

3. SEGMENT INFORMATION

The Group determines its operating segments based on the reports reviewed by the executive directors of the Company, who are also the chief operating decision-makers, that are used to make strategic decisions. The Group's reportable segments, which are also the operating segments, are classified based on their locations including China, North America, and Europe and the nature of operations as (i) packaged meats, (ii) pork, and (iii) others.

The details of the Group's business activities are as follows:

- (i) Packaged meats — represents production, wholesale and retail sales of low temperature and high temperature meat products.
- (ii) Pork — represents hog farming, slaughtering, wholesale and retail sales of fresh and frozen pork.
- (iii) Others — represents slaughtering and sales of poultry, sales of ancillary products and services such as provision of logistics services, manufacturing of flavouring ingredients and natural casings, manufacture and sales of packaging materials, operating finance companies, property development companies, a chain of retail food stores, sales of biological pharmaceutical materials, trading of meat related products, and corporate expenses incurred by the Group.

Each reportable segment derives its revenue from the sales of products and provision of services based on the location of operations. They are managed separately because each segment requires different production and marketing strategies.

Segment results represent the profit earned by each segment before biological fair value adjustments without allocation of other income not attributed to the respective segment, other gains and losses, other expenses, finance costs and share of profits (losses) of associates and joint ventures. This is the measure reported to the chief operating decision-makers for the purposes of resources allocation and assessment of segment performance.

Inter-segment revenue was charged at cost plus margin basis.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

3. SEGMENT INFORMATION (Continued)

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

	For the six months ended 30 June 2025			
	Packaged meats US\$'million (Unaudited)	Pork US\$'million (Unaudited)	Others US\$'million (Unaudited)	Total US\$'million (Unaudited)
China				
Gross segment revenue	1,531	1,967	884	4,382
Less: Inter-segment revenue	— *	(172)	(198)	(370)
Revenue	1,531	1,795	686	4,012
Reportable segment profit (loss)	411	28	(4)	435
North America				
Gross segment revenue	4,103	5,002	12	9,117
Less: Inter-segment revenue	(1)	(1,723)	—	(1,724)
Revenue	4,102	3,279	12	7,393
Reportable segment profit (loss)	569	163	(57)	675
Europe				
Gross segment revenue	1,029	815	498	2,342
Less: Inter-segment revenue	(22)	(266)	(72)	(360)
Revenue	1,007	549	426	1,982
Reportable segment profit	67	64	18	149
Total				
Gross segment revenue	6,663	7,784	1,394	15,841
Less: Inter-segment revenue	(23)	(2,161)	(270)	(2,454)
Revenue [#]	6,640	5,623	1,124	13,387
Reportable segment profit (loss)	1,047	255	(43)	1,259
Net unallocated expenses				(33)
Biological fair value adjustments				81
Finance costs				(74)
Share of losses of associates				(7)
Share of profits of joint ventures				5
Profit before tax				1,231

* Less than US\$1 million.

[#] Over 99% of the Group's revenue was recognised at a point in time.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

3. SEGMENT INFORMATION (Continued)

	For the six months ended 30 June 2024			
	Packaged meats US\$'million (Unaudited)	Pork US\$'million (Unaudited)	Others US\$'million (Unaudited)	Total US\$'million (Unaudited)
China				
Gross segment revenue	1,697	1,894	731	4,322
Less: Inter-segment revenue	— *	(238)	(189)	(427)
Revenue	1,697	1,656	542	3,895
Reportable segment profit (loss)	460	28	(41)	447
North America				
Gross segment revenue	3,944	4,344	22	8,310
Less: Inter-segment revenue	(1)	(1,634)	(1)	(1,636)
Revenue	3,943	2,710	21	6,674
Reportable segment profit (loss)	614	(4)	(66)	544
Europe				
Gross segment revenue	873	818	394	2,085
Less: Inter-segment revenue	(22)	(258)	(81)	(361)
Revenue	851	560	313	1,724
Reportable segment profit	63	71	15	149
Total				
Gross segment revenue	6,514	7,056	1,147	14,717
Less: Inter-segment revenue	(23)	(2,130)	(271)	(2,424)
Revenue [#]	6,491	4,926	876	12,293
Reportable segment profit (loss)	1,137	95	(92)	1,140
Net unallocated expenses				(25)
Biological fair value adjustments				130
Finance costs				(74)
Share of profits of associates				— *
Share of losses of joint ventures				(— *)
Profit before tax				1,171

* Less than US\$1 million.

[#] Over 99% of the Group's revenue was recognised at a point in time.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

3. SEGMENT INFORMATION (Continued)

No segment assets and liabilities are disclosed as they are not regularly provided to the chief operating decision-makers.

Geographical information

Information about the Group's revenue presented above is based on the geographical locations of operation.

4. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging (crediting):

	Six months ended 30 June	
	2025	2024
	US\$'million	US\$'million
	(Unaudited)	(Unaudited)
Depreciation of property, plant and equipment	309	305
Depreciation of right-of-use assets	44	44
Amortisation of intangible assets included in administrative expenses	8	5
Inventories provisions, net, included in cost of sales	7	4
Impairment loss on property, plant and equipment	3	—*
Impairment loss on trade receivables, net, included in administrative expenses	1	1
Lease payments not included in the measurement of lease liabilities	85	98
Research and development expenses	89	101
Staff costs (excluding directors' remuneration)	2,129	2,001
Legal contingencies	80	—
Gain on disposal of financial assets at fair value through profit or loss	(1)	—
Loss on disposal of property, plant and equipment, net	2	1
(Gain) loss on disposal of other assets	(3)	7
Fair value gain on financial assets at fair value through profit or loss	(3)	(4)

The cost of sales represented the cost of inventories and services provided recognised in profit or loss during both periods.

* Less than US\$1 million.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

5. TAXATION

	Six months ended 30 June	
	2025	2024
	US\$'million	US\$'million
	(Unaudited)	(Unaudited)
China income tax	104	109
US income tax	155	92
Europe income taxes	27	37
Other income taxes	—	— *
Withholding tax	21	18
Deferred taxation	5	23
	312	279

Income tax is calculated at the applicable tax rates prevailing in the respective jurisdictions of the Group's operations.

* Less than US\$1 million.

6. DIVIDENDS

At the Company's annual general meeting held on 9 May 2025, the shareholders of the Company approved the payment of a final dividend of HK\$0.40 per share (year ended 31 December 2023: HK\$0.25 per share) of the Company for the year ended 31 December 2024, as recommended by the Board, which was paid in cash to the shareholders of the Company on 29 May 2025, whose names appeared on the register of members of the Company on 20 May 2025.

The Board declared an interim dividend of HK\$0.20 per share for the six months ended 30 June 2025 (six months ended 30 June 2024: HK\$0.10 per share) to the shareholders of the Company whose names appear on the register of members of the Company on 29 August 2025. The dividend is to be paid in cash to the shareholders of the Company on or about 30 September 2025.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

7. EARNINGS PER SHARE

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

	Six months ended 30 June	
	2025	2024
	US\$'million	US\$'million
	(Unaudited)	(Unaudited)
Earnings		
Profit for the period attributable to owners of the Company for the purpose of basic and diluted earnings per share	788	784
	Six months ended 30 June	2024
	2025	2024
	million shares	million shares
	(Unaudited)	(Unaudited)
Weighted average number of ordinary shares for the purpose of diluted earnings per share (Note)	12,830.22	12,830.22

Note: Diluted earnings per share for the six months ended 30 June 2025 and 30 June 2024 were the same as the basic earnings per share as the Group had no potentially dilutive ordinary shares during the periods.

8. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT AND PROPERTIES UNDER DEVELOPMENT

During the six months ended 30 June 2025, the Group incurred US\$252 million (six months ended 30 June 2024: US\$277 million) on the additions of items of property, plant and equipment.

During the six months ended 30 June 2025 and 30 June 2024, there were no additions to properties under development of the Group.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

9. BIOLOGICAL ASSETS

The biological assets of the Group are live hogs and poultry at various stages of development, including suckling hogs, nursery hogs, finishing hogs and broilers, which are classified as current assets. Biological assets also include breeding stock (hogs and poultry), which are used to produce future live hogs and broilers, are classified as non-current assets of the Group. The quantity of live hogs, broilers and breeding stock owned by the Group at the end of each reporting period are as follows:

	30 June 2025 Head' million (Unaudited)	31 December 2024 Head' million (Audited)
Live hogs		
— suckling	2	2
— nursery	2	2
— finishing	6	8
	10	12
Breeding stock (hogs)	1	1
	11	13
Broilers	30	19
Breeding stock (poultry)	3	3
	33	22

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

9. BIOLOGICAL ASSETS (Continued)

The Group is exposed to a number of risks related to its biological assets. The Group is exposed to the following operating risks:

(i) Regulatory and environmental risks

The Group is subject to laws and regulations in the location in which it operates breeding of hogs and poultry. The Group has established environmental policies and procedures aimed at compliance with local environmental and other laws. Management performs regular review to identify environmental risks and to ensure that the systems in place are adequate to manage these risks.

(ii) Climate, disease and other natural risks

The Group's biological assets are exposed to the risk of damage from climatic changes, diseases and other natural forces. The Group has extensive processes in place aimed at monitoring and mitigating those risks, including regular inspections, disease controls and insurance.

Carrying value of the Group's biological assets

Changes in fair value less costs to sell of biological assets include changes in the fair value of the hogs and poultry at the end of each of the reporting periods.

Analysed for reporting purpose as:

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Current assets	1,129	1,235
Non-current assets	214	206
	1,343	1,441

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

9. BIOLOGICAL ASSETS (Continued)

Fair value measurement

The fair value of breeding stock (hogs) is determined based on the average of the historical selling price of hog of similar breed and genetic merit less costs to sell (Level 3). The estimated fair value will significantly increase when there is a slight increase in the average historical selling price, and vice versa.

The fair value of breeding stock (poultry) is determined by the replacement cost method, which is based on the cost of restoring the breeders to their original condition, taking into account the newness and residual value. The estimated fair value will increase when there is an increase in the chicken breeds price or breeding cost, or decrease in the culling rate, and vice versa.

The fair values of live hogs and broilers are mainly determined based on the price of hogs and broilers in the actively traded market, subtracting the breeding costs required to raise the live hogs and broilers to be slaughtered and the margins that would be required by a raiser and less costs to sell (Level 3). The estimated fair value will increase when there is an increase in the market price of hogs and broilers or decrease in the breeding cost required to raise the live hogs and broilers, and vice versa.

10. INVENTORIES

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Raw materials	1,043	1,242
Work in progress	375	315
Finished goods	1,464	1,248
	2,882	2,805

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

11. TRADE AND BILLS RECEIVABLES

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Trade receivables	1,220	899
Impairment	(15)	(13)
	1,205	886
Bills receivable	6	2
	1,211	888

The general credit term allowed by the Group to its customers is within 30 days in China operations while the credit terms vary depending on the sales channels and customers for the US and other countries' operations. The following is an aging analysis of the trade and bills receivables net of loss allowance presented based on the date of delivery of goods which approximated the respective dates on which revenue was recognised:

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Current to 30 days	1,106	786
31 to 90 days	98	87
91 to 180 days	4	8
Over 180 days	3	7
	1,211	888

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

12. TRADE PAYABLES

The average credit period on purchases of goods is about 30 days in China operations and the credit terms vary depending on the vendors for the US and other countries of operations. The Group has financial risk management policies in place to ensure that the payables are paid within the credit timeframe.

The following is an aging analysis of trade payables based on the invoice date:

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Within 30 days	982	1,201
31 to 90 days	14	9
91 to 180 days	3	1
181 to 365 days	1	1
	1,000	1,212

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

13. ACCRUED EXPENSES AND OTHER PAYABLES

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Accrued staff costs	404	565
Deposits received	73	69
Sales rebates payables	153	149
Payables in respect of acquisition of property, plant and equipment	161	166
Accrued insurance	126	122
Interest payable	24	24
Redeemable non-controlling interests	355	330
Growers payables	39	51
Pension liability	23	23
Derivative financial instruments	28	11
Accrued professional expenses	11	7
Accrued rent and utilities	41	40
Dividend payables	4	4
Contract liabilities	314	344
Other accrued expenses	378	363
Other payables	146	175
	2,280	2,443
Analysed for reporting purposes as:		
Current liabilities	1,759	1,945
Non-current liabilities	521	498
	2,280	2,443

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

14. BORROWINGS

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Senior unsecured notes:		
4.250% senior unsecured notes due February 2027	599	599
5.200% senior unsecured notes due April 2029	398	397
3.000% senior unsecured notes due October 2030	494	493
2.625% senior unsecured notes due September 2031	493	493
	1,984	1,982
Commercial papers (Note i)	—	—
Bank loans (Note ii):		
Secured	—	6
Unsecured	1,885	1,312
Loans from third parties (Note iii):		
Secured	1	1
Unsecured	5	4
Total borrowings other than bank overdrafts	3,875	3,305
Bank overdrafts	—	5
The borrowings are repayable as follows (Note iv):		
Within one year	1,737	1,049
One to two years	726	242
Two to five years	418	1,019
After five years	994	995
	3,875	3,305
Less: Amounts due within one year shown under current liabilities	(1,737)	(1,049)
Amounts due after one year	2,138	2,256
Total borrowings:		
At fixed rates	3,557	2,992
At floating rates	318	313
	3,875	3,305

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

14. BORROWINGS (Continued)

Notes:

- i. In May 2018, the Group established a new commercial paper program to issue short-term notes. The program allows the Group to use the proceeds to fund operating cash requirements. Under the terms of the commercial paper agreement, the Group pays a rate of interest based on, among other factors, the maturity of the issuance and market conditions. The maturities of the issued papers may vary, but may not exceed 397 days from the date of issuance. The issuance of commercial papers has the effect of reducing available liquidity by an amount equal to the principal amount of outstanding commercial papers. The maximum issuance capacity under the program is US\$1,750 million as at 31 December 2024. There were no outstanding commercial papers as at 30 June 2025 (31 December 2024: Nil).
- ii. Bank loans carry interest at fixed rates ranging from 0.70% to 4.24% per annum (31 December 2024: from 0.70% to 2.45%) and at floating rates ranging from Hong Kong Interbank Offered Rate ("HIBOR") + 0.25% to Warsaw Interbank Offered Rate ("WIBOR") + 1.0% per annum at 30 June 2025 (31 December 2024: from Euro Interbank Offered Rate ("EURIBOR") + 1.00% to WIBOR + 1.40% per annum).
- iii. Loans from third parties carry interest at fixed rate of 0.00% — 0.90% per annum at 30 June 2025 (31 December 2024: 0.16% to 0.90% per annum).
- iv. The amounts due are based on scheduled repayment dates set out in the loan agreements.

Certain borrowings as at 30 June 2025 are secured by the Group's pledged bank deposits of US\$1 million (31 December 2024: US\$4 million).

The Group's borrowings contain affirmative and negative covenants that, among other things, limit or restrict the Group's ability to create liens and encumbrances, incur debt, enter into liquidation, enter into change of control transactions or change the scope of the business, or dispose of or transfer assets, in each case, subject to certain qualifications and exceptions. The Group has no material default in payment of the bank borrowings, nor did it breach any relevant finance covenants for the six months ended 30 June 2025 and the year ended 31 December 2024.

Smithfield Receivables Funding, LLC ("**Smithfield Receivables**"), an indirect non wholly-owned subsidiary of the Group, has a securitisation facility that matures in December 2025. As part of the arrangement, certain trade receivables are sold to a wholly-owned "bankruptcy remote" special purpose vehicle ("**SPV**"). The SPV pledges the receivables as security for loans and letters of credit. The SPV is included in the condensed consolidated statement of financial position of the Group. However, trade receivables owned by the SPV are separate and distinct from the other assets and are not available to other creditors of Smithfield Receivables if Smithfield Receivables was to become insolvent. As at 30 June 2025, the SPV held US\$410 million (31 December 2024: US\$374 million) of trade receivables and had outstanding borrowings of US\$28 million (31 December 2024: US\$22 million) on the securitisation facility. No financial or other support to this SPV was provided by the Group as at 30 June 2025 and 31 December 2024.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

15. PENSION LIABILITY AND OTHER RETIREMENT BENEFITS

Defined Benefit Plans

The group entities which operate in the US operate funded defined benefit scheme for all their qualified employees, and pension benefits provided by the Group are currently organised primarily through defined benefit pension plans. Salaried employees are provided with benefits based on years of service and average salary levels. Hourly employees are provided with benefits of stated amounts for each year of service.

The defined benefit plan is administered by a separate fund that is legally separated from the entity. The board of the pension fund is composed of an equal number of representatives from both employers, employees and (former) employees. The board of the pension fund is required by law and by its articles of association to act in the interest of the fund and of all relevant stakeholders in the scheme, i.e. active employees, inactive employees, retirees and employers. The board of the pension fund is responsible for the investment policy with regard to the assets of the fund.

Under the plans, the employees are entitled to retirement benefits based on final average salary on attainment of a retirement age of 65. No other post-retirement benefits are provided to these employees.

Pension plan assets may be invested in cash and cash equivalents, equity securities, debt securities and alternative assets (including alternative investments, limited partnerships and insurance contracts). The investment policy for the pension plans is to balance risk and return through a diversified portfolio of high-quality equity and fixed income securities. Maturity for fixed income securities is managed such that sufficient liquidity exists to meet near-term benefit payment obligations. The plans retain outside investment advisors to manage plan investments within parameters established by the plan trustees.

The policy for the plans is consistently applied at 30 June 2025 and 31 December 2024.

The most recent actuarial valuations of plan assets and the present value of the defined benefit obligation were carried out at 31 December 2024 by Mercer (US), Inc. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

15. PENSION LIABILITY AND OTHER RETIREMENT BENEFITS (Continued)

Defined Contribution Plans

The Group's qualifying employees in Hong Kong participate in Mandatory Provident Fund (the "MPF") in Hong Kong. The assets of the MPF are held separately from those of the Group in fund under the control of trustee. Under the MPF scheme in Hong Kong, the employer and its employees are each required to make contributions to the scheme at 5% of the employees' relevant income, subject to a cap of monthly relevant income of HK\$30,000. Contributions to the scheme vest immediately.

The employees of the Group's China subsidiaries are members of the state-managed retirement benefits scheme operated by the China government. The subsidiaries are required to contribute a certain percentage of their payroll to the retirement benefits scheme to fund the benefits. The only obligations of the Group with respect to the retirement benefits scheme are to make the required contributions under the scheme.

The Group has defined contribution plans (401(K) plans) covering substantially all US employees. The Group's contributions to the plans are primarily based on each contribution and cannot exceed the maximum allowable for tax purposes.

The Group's employees in Europe participate in pension scheme and retirement plan implemented by the respective local government. The Group make contribution as required by the retirement plan.

The amount charged to profit or loss of approximately US\$79 million during the six months ended 30 June 2025 (six months ended 30 June 2024: US\$77 million) represents contribution paid or payable to the plans by the Group at rates specified in the rules of the plans.

16. BUSINESS COMBINATIONS

Information on prior year acquisition

Acquisition of Argal

On 28 March 2024, the Group completed the acquisition of 50.1% of the equity interests in Argal Alimentación, S.A. ("Argal"), a Spanish producer of charcuterie and other packaged meats products, from an independent third party.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

16. BUSINESS COMBINATIONS (Continued)

Information on prior year acquisition (Continued)

Fair value assessments

The fair values of the identifiable assets and liabilities of Argal as at the date of acquisition are set out below:

	US\$'million
Property, plant and equipment	89
Intangible assets	65
Inventories	176
Trade and bills receivables	27
Prepayments, other receivables, and other assets	1
Cash and bank balances	6
Trade payables	(96)
Accrued expenses and other payables	(7)
Borrowings	(83)
Other liabilities	(116)
Total identifiable net assets at fair value	62
Goodwill	35
	97
Satisfied by:	
Cash	97
Analysis of the cash flows in respect of the acquisition is as follows:	
Cash consideration	(97)
Cash and bank balances acquired	6
Net outflow of cash and cash equivalents in cash flows used in investing activities	(91)
Transaction costs paid during the year included in cash flows from operating activities	— *
	(91)

* Less than US\$1 million.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

16. BUSINESS COMBINATIONS (Continued)

Information on prior year acquisition (Continued)

Fair value assessments (Continued)

Since the completion of acquisition, Argal contributed US\$85 million to the Group's revenue and US\$2 million to the consolidated profit for the six months ended 30 June 2024.

Had the combination taken place at the beginning of the year, the revenue and the consolidated profit for the six months ended 30 June 2024 of the Group would have been US\$12,407 million and US\$896 million, respectively.

During the six months ended 30 June 2025, purchase accounting adjustment was made by the Group upon finalisation of the purchase price allocation of the acquisition of Argal. The directors of the Company considered the adjustment was insignificant to the consolidated statement of financial position, and, as such, did not retrospectively apply the adjustment to restate the balance as at 31 December 2024.

17. COMMITMENTS

The Group had the following commitments at the end of the reporting period:

	30 June 2025 US\$'million (Unaudited)	31 December 2024 US\$'million (Audited)
Contracted but not provided for, in respect of:		
Acquisition of property, plant and equipment	77	81
Capital contribution to other investments	7	8

18. REGULATIONS AND CONTINGENCIES

The Group is subject to various laws and regulations administered by jurisdictional government entities. The Group had notices and inquiries from regulatory authorities and others asserting from time to time that the Group is not in compliance with the respective laws and regulations. In some instances, litigation ensues and individuals may initiate litigation against the Group.

The Group established a reserve for the estimated expenses to defend against these and similar potential claims, which was subsequently re-evaluated.

Expenses and other liabilities associated with these claims will not affect the Group's profits or losses in future periods unless the provision proves to be insufficient or excessive. However, legal expenses incurred in the Group's defense of these claims and any payments made to plaintiffs through unfavorable verdicts or otherwise will negatively impact its cash flows and its liquidity position. The directors of the Company will continue to evaluate and adjust the provision as necessary upon changes in facts and circumstances.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

18. REGULATIONS AND CONTINGENCIES (Continued)

Antitrust Litigations

Smithfield Foods Inc. ("**Smithfield**"), an indirect non wholly-owned subsidiary of the Company, has been named as one of 16 defendants in a series of purported class actions filed in 2018 in the US District Court for the District of Minnesota alleging antitrust violations in the pork industry. The class cases were filed by three different groups of plaintiffs. In all of these cases, the plaintiffs alleged that starting in 2009 and continuing through at least June 2018, the defendant pork producers agreed to reduce the supply of hogs in the US in order to raise the price of hogs and all pork products. The plaintiffs in all of these cases also challenged the defendant pork producers' use of benchmarking reports from defendant Agri Stats, Inc., alleging that the reports allowed the pork producers to share proprietary information and monitor each producer's compliance with the supposed agreement to reduce supply. Payments in the aggregate amount of US\$194 million were made by the Group to settle all class claims.

In addition to the class actions, the Group has been named as a defendant in similar antitrust lawsuits brought by a number of individual purchasers who opted out of the class. The plaintiffs in these non-class cases assert the same or similar antitrust claims as the plaintiffs in the class actions. The Group has entered into negotiations with many of these plaintiffs and has settled certain of these cases. Currently, 22 of these cases are pending against the Group.

The Attorneys General for the states of New Mexico and Alaska and the Commonwealth of Puerto Rico have filed similar complaints on behalf of their respective states, territories, agencies and citizens. The Group has settled all of these cases. In July 2025, the Group received a civil investigative demand from the Washington State Attorney General, requesting information related to this antitrust litigation. The Group intends to vigorously defend against the remaining claims.

Antitrust Wage-Fixing Litigation

On 11 November 2022, Smithfield and Smithfield Packaged Meats Corp., a wholly-owned subsidiary of Smithfield, were named as two of numerous defendants in a purported class action complaint filed in the United States District Court for the District of Colorado alleging wage-fixing violations in the red meat industry. Plaintiffs alleged that the defendants, most of whom operate beef or pork processing plants, conspired to suppress wages paid to plant workers in the US in violation of the antitrust laws. Plaintiffs sought damages on behalf of all employees of defendants and their subsidiaries from 1 January 2014, to the present. Plaintiffs also sought treble damages and attorneys' fees. The defendants filed motions to dismiss the complaint, which were largely denied by the court on 27 September 2023. The plaintiffs subsequently filed an amended complaint adding additional defendants, including a wholly-owned subsidiary of Smithfield, Murphy-Brown of Missouri, LLC (which has been dismissed voluntarily), expanding the class period back to 2000.

Since the case was filed, several defendants have settled. On 5 April 2024, the defendants who have settled with the plaintiffs moved to dismiss the amended complaint. On 26 March 2025, the court granted in part defendants' motion to dismiss the amended complaint and held that certain of plaintiffs' new allegations are barred by the statute of limitations. Smithfield filed answers to the amended complaint on 9 May 2025. The parties have commenced discovery. The Group intends to vigorously defend against these claims.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

18. REGULATIONS AND CONTINGENCIES (Continued)

Maxwell Foods Litigation

On 13 August 2020, Maxwell Foods, LLC ("**Maxwell**") filed a complaint against Smithfield in the General Court of Justice, Superior Court Division for Wayne County, North Carolina. The complaint alleged that Smithfield breached the Production Sales Agreement ("**PSA**") between the parties (as well as the duty of good faith and fair dealing): (1) by failing to provide Maxwell with the same pricing as other major hog suppliers in violation of a purported "Most-Favored-Nation Provision" found in a 6 December 1994 letter to Maxwell; (2) by failing to comply with an implicit duty to negotiate the PSA to provide alternative pricing to Maxwell when the Iowa-Southern Minnesota market allegedly ceased to be viable; and (3) by failing to purchase Maxwell's entire output of hogs since April 2020.

Smithfield filed a notice of removal to the US District Court of the Eastern District of North Carolina. Smithfield also filed a motion to dismiss several of Maxwell's claims. On 22 February 2021, the US District Court granted Maxwell's motion to remand the case to the Superior Court of Wayne County and left Smithfield's partial motion to dismiss the complaint for consideration by the state court in Wayne County.

On 1 March 2021, Maxwell filed an amended complaint, which added a claim under the North Carolina Unfair and Deceptive Trade Practices Act ("**UDTPA**"). Smithfield filed a notice of designation seeking assignment of the case to the North Carolina Business Court. Maxwell objected to such designation, and on 13 April 2021 the Business Court overruled Maxwell's objection.

The Business Court also dismissed two of Maxwell's claims: the implied duty to negotiate claim and the UDTPA claim. Maxwell subsequently filed another amended complaint adding a fraudulent concealment claim and a new breach of contract claim, as well as a request for punitive damages. The court dismissed the fraudulent concealment claim and the request for punitive damages. The three remaining claims, all for breach of contract, are: (1) the claim under the "Most-Favored-Nation Provision," (2) the claim that Smithfield failed to purchase Maxwell's entire output of hogs since April 2020, and (3) the claim that from time to time, Smithfield would calculate Maxwell's payment for a delivery of hogs using an average of the preceding week's weight rather than the actual weights of the hogs being delivered.

The parties filed cross-motions for summary judgment, and on 30 December 2024, the Business Court entered an order and opinion on those motions. The Business Court held that: (1) Maxwell's claim for breach of a "Most-Favored-Nation Provision" was dismissed except as it relates to pricing given to one particular supplier; (2) Smithfield is liable for breaching an output provision in the parties' contract, with damages to be determined at trial; and (3) Maxwell's claim that Smithfield breached the pricing term of the parties' contract by using live-weight pricing shall proceed to trial based on the allegation that Smithfield did not pay the correct live-weight price for certain deliveries, but not based on the allegation that use of live-weight pricing itself breaches the contract. The Business Court set a trial date of 9 June 2025, which was subsequently cancelled. On 30 June 2025, the parties filed a stipulation dismissing with prejudice all claims and counterclaims in the action, ending the litigation.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The directors of the Company consider that the carrying amounts of current financial assets and financial liabilities recorded at amortised cost in the interim condensed consolidated financial information approximate their fair values due to the short-term maturities of these instruments.

The fair values of non-current financial assets and financial liabilities have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities and the management of the Company has assessed that the fair values of non-current financial assets and financial liabilities approximately to their carrying amount. The Group's own non-performance risk for non-current financial liabilities as at 30 June 2025 was assessed to be insignificant.

Fair value measurements recognised in the condensed consolidated statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)
Fair value measurements recognised in the condensed consolidated statement of financial position (Continued)

	At 30 June 2025			
	Level 1 US\$'million (Unaudited)	Level 2 US\$'million (Unaudited)	Level 3 US\$'million (Unaudited)	Total US\$'million (Unaudited)
Financial assets at fair value through profit or loss	—	2	74	76
Derivative financial assets	5	8	19	32
Other non-current assets	67	110	11	188
Financial assets included in prepayments, other receivables and other assets	—	23	—	23
	72	143	104	319
Derivative financial liabilities	65	26	— *	91

	At 31 December 2024			
	Level 1 US\$'million (Audited)	Level 2 US\$'million (Audited)	Level 3 US\$'million (Audited)	Total US\$'million (Audited)
Financial assets at fair value through profit or loss	2	2	308	312
Derivative financial assets	10	5	28	43
Other non-current assets	74	81	10	165
Financial assets included in prepayments, other receivables and other assets	—	23	—	23
	86	111	346	543
Derivative financial liabilities	32	11	—	43

* Less than US\$1 million.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)

Fair value measurements recognised in the condensed consolidated statement of financial position (Continued)

Financial assets at fair value through profit or loss included (a) unlisted investments in equity securities of which fair values are determined by income approach based on discounted cash flow analysis on the expected interest rates (Level 2), and (b) unlisted financial products of which fair values are determined based on significant unobservable inputs (Level 3) including expected rate of return of 0.65% to 2.33% (31 December 2024: 1.10% to 2.65%).

The fair values of derivative financial assets/liabilities are determined by quoted prices in active markets (Level 1), income approach based on discounted cash flow analysis on the expected interest rates (Level 2) or based on commodities prices (Level 3) as there is a lack of price transparency with respect to forward prices for commodities, as appropriate.

Other non-current assets include mutual funds and institutional funds which are valued based on its quoted prices in active market (Level 1) or derived from the net asset value per share of the investment (Level 3) as appropriate, and insurance contracts which are valued at their cash surrender value using the daily asset unit value which is based on the quoted market price of the underlying securities and classified within Level 2.

There was no transfer between Level 1 and Level 2 fair value measurements during the period, and no transfer into or out of Level 3 fair value measurements during the six months ended 30 June 2025.

Sensitivity analysis

The fair value of financial assets and financial liabilities that are classified as Level 3 is determined by using valuation techniques including Monte Carlo simulation. In determining the fair value, specific valuation techniques are used with reference to inputs such as RMB risk-free interest rate, Secured Overnight Financing Rate and other specific input relevant to those particular financial assets and financial liabilities.

Changing unobservable inputs used in Level 3 valuation to reasonable alternative assumptions would not have significant impact to the Group's profit or loss.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)

Fair value measurements recognised in the condensed consolidated statement of financial position (Continued)

Movements in fair value measurement within Level 3

The movements in fair value measurements within Level 3 during the period are as follows:

	Financial assets at fair value through profit or loss US\$'million	Derivative financial instruments US\$'million	Other non-current assets US\$'million
At 1 January 2024 (Audited)	77	29	9
Total gains (losses) recognised in profit or loss included in cost of sales and other gains and (losses)	(8)	(9)	1
Purchases	1,656	7	—
Disposals	(1,389)	—	—
Currency realignment	(28)	1	—
At 31 December 2024 and 1 January 2025 (Audited)	308	28	10
Total losses recognised in profit or loss included in cost of sales and other gains and (losses)	(14)	(3)	—
Purchases	632	—	—
Disposals	(860)	(6)	—
Currency realignment	4	—	1
At 30 June 2025 (Unaudited)	70	19	11

Financial assets and financial liabilities subject to offsetting enforceable master netting arrangements and similar agreements

The disclosure set out in the tables below include financial assets and financial liabilities that:

- are offset in the Group's condensed consolidated statement of financial position; or
- are subject to an enforceable master netting arrangement or similar agreement that covers similar financial instruments, irrespective of whether they are offset in the Group's condensed consolidated statement of financial position.

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)

Financial assets and financial liabilities subject to offsetting enforceable master netting arrangements and similar agreements (Continued)

The Group currently has a legally enforceable right to set off the derivative financial instruments and the Group intends to settle these balances on a net basis.

As at 30 June 2025

	Gross amounts of recognised financial liabilities set off in the condensed consolidated statement of financial position US\$'million (Unaudited)	Gross amounts of recognised financial assets set off in the condensed consolidated statement of financial position US\$'million (Unaudited)	Net amounts of financial assets presented in the condensed consolidated statement of financial position US\$'million (Unaudited)	Related amounts not set off in the condensed consolidated statement of financial position	Cash collateral received US\$'million (Unaudited)	Net amount US\$'million (Unaudited)
Derivatives	5	(5)	—	102	—	102

	Gross amounts of recognised financial liabilities US\$'million (Unaudited)	Gross amounts of recognised financial assets set off in the condensed consolidated statement of financial position US\$'million (Unaudited)	Net amounts of financial liabilities presented in the condensed consolidated statement of financial position US\$'million (Unaudited)	Related amounts not set off in the condensed consolidated statement of financial position	Cash collateral pledged US\$'million (Unaudited)	Net amount US\$'million (Unaudited)
Derivatives	64	(5)	59	(59)	—	—

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

19. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)

Financial assets and financial liabilities subject to offsetting enforceable master netting arrangements and similar agreements (Continued)

As at 31 December 2024

	Gross amounts of recognised financial liabilities set off in the consolidated statement of financial position US\$'million (Audited)	Gross amounts of recognised financial assets presented in the consolidated statement of financial position US\$'million (Audited)	Net amounts of financial assets presented in the consolidated statement of financial position US\$'million (Audited)	Related amounts not set off in the consolidated statement of financial position	Cash collateral received US\$'million (Audited)	Net amount US\$'million (Audited)
Derivatives	9	(9)	—	—	—	—

	Gross amounts of recognised financial liabilities set off in the consolidated statement of financial position US\$'million (Audited)	Gross amounts of recognised financial assets presented in the consolidated statement of financial position US\$'million (Audited)	Net amounts of financial liabilities presented in the consolidated statement of financial position US\$'million (Audited)	Related amounts not set off in the consolidated statement of financial position	Cash collateral pledged US\$'million (Audited)	Net amount US\$'million (Audited)
Derivatives	32	(9)	23	(23)	—	—

Notes to Interim Condensed Consolidated Financial Information (Continued)

30 June 2025

20. RELATED PARTY TRANSACTIONS

- (a) The Group had the following significant transactions with associates/joint ventures during the period under review:

	Six months ended 30 June	
	2025 US\$'million (Unaudited)	2024 US\$'million (Unaudited)
Sales of goods to associates	308	4
Sales of goods to joint ventures	3	1
Purchase of goods and services from associates	442	70
Purchase of goods and services from joint ventures	6	6

(b) **Compensation of key management personnel of the Group**

The remuneration of key management personnel, representing emoluments of directors of the Company and senior management of the Group paid/payable during the period under review is set out as follows:

	Six months ended 30 June	
	2025 US\$'million (Unaudited)	2024 US\$'million (Unaudited)
Director fees	— *	— *
Basic salaries and allowances	3	6
Performance bonuses	—	7
Retirement benefits scheme contributions	— *	1
Total compensation paid to key management personnel	3	14

* Less than US\$1 million.

OTHER INFORMATION

INTERIM DIVIDEND

The Board has recommended the payment of an interim dividend of HK\$0.20 per share (2024: HK\$0.10 per share) for the six months ended 30 June 2025 (the “**2025 Interim Dividend**”), representing a total payment of approximately HK\$2,566 million (equivalent to approximately US\$327 million) (2024: approximately HK\$1,283 million, equivalent to approximately US\$164 million) to the Shareholders. The 2025 Interim Dividend is expected to be paid in cash to the Shareholders whose names appear on the register of members of the Company on Friday, 29 August 2025 on or about Tuesday, 30 September 2025. The register of members of the Company was closed from Wednesday, 27 August 2025 to Friday, 29 August 2025, both days inclusive, during which period no transfer of shares would be registered. To ensure their entitlement to the 2025 Interim Dividend, Shareholders were reminded to lodge their transfers of shares of the Company accompanied by the relevant share certificates and appropriate transfer forms not later than 4:30 p.m. on Tuesday, 26 August 2025 for registration with Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong.

DISCLOSURE OF INTERESTS

Directors/Chief Executive Officer

As at 30 June 2025, the interests and short positions of the Directors and chief executive officer of the Company in the Shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which he was taken or deemed to have under such provisions of the SFO) or as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code, were as follows:

(i) Interests in the Shares

Name of Director/ Chief Executive Officer	Capacity/Nature of Interest	Number of Shares	Approximate Percentage of Shareholding
Mr. Wan Long	Settlor of a family trust ⁽¹⁾	4,065,216,090 ^(L)	31.68%
	Beneficial owner	1,500,000 ^(L)	0.01%
Mr. Guo Lijun	Settlor of a family trust ⁽²⁾	329,424,594 ^(L)	2.57%
	Beneficial owner	100,000 ^(L)	0.00%
Mr. Wan Hongwei	Beneficial owner	2,500,000 ^(L)	0.02%
Mr. Ma Xiangjie	Trustee ⁽³⁾	5,029,376,978 ^(L)	39.20%
	Beneficiary of a trust ⁽³⁾	133,223,870 ^(L)	1.04%
	Interest of spouse ⁽⁴⁾	3,000 ^(L)	0.00%

Other Information (Continued)

Notes:

- (1) Prior to the establishment of Wan Long Trust (as discussed hereinbelow), Mr. Wan Long directly owned the entire issued share capital of Sure Pass, Wan Tong International Holdings Limited and Xing Tong. On 6 May 2022, Mr. Wan Long set up a discretionary family trust, Wan Long Trust, and Cantrust (Far East) Limited is the trustee. On 13 June 2023, Mr. Wan Long transferred the entire issued share capital of Sure Pass, Wan Tong International Holdings Limited and Xing Tong to WLT Management Limited, a company wholly owned by the trustee.
- Sure Pass owned 573,099,645 Shares. Wan Tong International Holdings Limited owned High Zenith as to 100%, which in turn owned 350,877,333 Shares. Xing Tong was one of the participants of the Heroic Zone Share Plan, in which it held approximately 49.9% of the participant units. Hence, Xing Tong was deemed to be interested in approximately 49.9% of the equity interest of Rise Grand, which in turn owned 100% of the equity interest of Heroic Zone. By virtue of voting undertakings and arrangement, Heroic Zone had control over the voting rights in an aggregate of 5,029,376,978 Shares held by Chang Yun, High Zenith, Sure Pass and Heroic Zone (representing approximately 39.20% of the total issued share capital of the Company). Therefore, Xing Tong was deemed to be interested in 2,509,659,112 Shares through multiplying the percentage of participant units that Xing Tong held in Heroic Zone Share Plan and the Shares which Heroic Zone was interested in. On 18 November 2024, Xing Tong was the sole participant of Chang Yun Share Plan, in which it held 100% of the participant units. On 9 December 2024, the Chang Yun Share Plan has been terminated, and upon such termination, Xing Tong directly owned the entire beneficial interests of Auspicious Joy, which in turn owned 100% of the equity interests of Chang Yun. Chang Yun was directly interested in 631,580,000 Shares (representing approximately 4.92% of the total issued share capital of the Company).
- (2) On 19 December 2023, Mr. Guo Lijun transferred the entire issued share capital of Joint Thriving Limited to Vistra Trust (Singapore) Pte. Limited (the trustee of the trust), to set up a discretionary family trust, Guo Family Trust.
- Ever Goal Global Limited ("**Ever Goal**") is wholly owned by Joint Thriving Limited. Ever Goal was one of the participants of the Heroic Zone Share Plan, in which it held approximately 6.55% of the participant units. Hence, Ever Goal was deemed to be interested in approximately 6.55% of the equity interest of Rise Grand, which in turn owned 100% of the equity interest of Heroic Zone. Heroic Zone had control over the voting rights in an aggregate of 5,029,376,978 Shares held by Chang Yun, High Zenith, Sure Pass and Heroic Zone (representing approximately 39.20% of the total issued share capital of the Company). Accordingly, Ever Goal was deemed to be interested in the 329,424,594 Shares which Heroic Zone was interested in through multiplying the percentage of participant units that Ever Goal held in Heroic Zone Share Plan and the Shares which Heroic Zone was interested in.
- (3) Pursuant to an entrustment agreement dated 5 November 2019, the employee share committee, on behalf of all participants of the Heroic Zone Share Plan, entrusted three individual trustees, namely Messrs. Zhang Liwen, Ma Xiangjie and Liu Songtao, to hold the legal title of, and to exercise the voting rights attached to, 100% equity interest in Rise Grand in joint tenancy. Mr. Ma Xiangjie was also one of the participants of the Heroic Zone Share Plan, in which he held approximately 2.65% of the participant units. Hence, Mr. Ma Xiangjie was deemed to be interested in approximately 2.65% of the equity interest of Rise Grand, which in turn owned 100% of the equity interest of Heroic Zone. Heroic Zone had control over the voting rights in an aggregate of 5,029,376,978 Shares held by Chang Yun, High Zenith, Sure Pass and Heroic Zone (representing approximately 39.20% of the total issued share capital of the Company). Accordingly, Mr. Ma Xiangjie was deemed to be interested in 133,223,870 Shares which Heroic Zone was interested in through multiplying the percentage of participant units that Mr. Ma Xiangjie held in Heroic Zone Share Plan and the Shares which Heroic Zone was interested in.
- (4) Ms. Shi Huiying is the spouse of Mr. Ma Xiangjie and was the beneficial owner of 3,000 Shares. Mr. Ma Xiangjie was deemed to be interested in such 3,000 Shares within the meaning of Part XV of the SFO.
- (L) The letter (L) indicates long position.

Other Information (Continued)

(ii) Interests in associated corporations

Name of Director/ Chief Executive Officer	Name of Associated Corporation	Capacity/ Nature of Interest	Number of Underlying Shares Interested	Approximate Percentage of Shareholding
Mr. Wan Long	Shuanghui Development	Beneficial owner	301,736 ^(L)	0.01%
	Smithfield	Beneficial owner	3,200,000 ^(L)	0.81%
			452,897 ^{(L)(2)}	0.12%
Mr. Ma Xiangjie	Shuanghui Development	Interest of spouse ⁽¹⁾	16,350 ^(L)	0.00%
	Smithfield	Beneficial owner ⁽³⁾	271,738 ^(L)	0.07%
Mr. Guo Lijun	Smithfield	Beneficial owner ⁽⁴⁾	452,897 ^(L)	0.12%
Mr. Wan Hongwei	Smithfield	Beneficial owner ⁽⁵⁾	271,738 ^(L)	0.07%

Notes:

- (1) Ms. Shi Huiying is the spouse of Mr. Ma Xiangjie and was the beneficial owner of 16,350 shares of Shuanghui Development. Mr. Ma Xiangjie was deemed to be interested in such 16,350 shares of Shuanghui Development within the meaning of Part XV of the SFO.
 - (2) In addition to the 3,200,000 shares of Smithfield held by Mr. Wan Long in his capacity as beneficial owner, Mr. Wan Long is also interested in (i) the shares of Smithfield underlying 392,897 options granted under the Smithfield Incentive Plan, which shall vest in five equal installments on 27 January 2026, 27 January 2027, 27 January 2028, 27 January 2029 and 27 January 2030, respectively; and (ii) the shares of Smithfield underlying 60,000 restricted stock units, each of which represents a contingent right to receive one share of common stock of Smithfield, and shall vest in five equal installments on 28 January 2026, 28 January 2027, 28 January 2028, 28 January 2029 and 28 January 2030, respectively.
 - (3) Mr. Ma Xiangjie is interested in (i) the shares of Smithfield underlying 235,738 options granted under the Smithfield Incentive Plan, which shall vest in five equal installments on 27 January 2026, 27 January 2027, 27 January 2028, 27 January 2029 and 27 January 2030, respectively; and (ii) the shares of Smithfield underlying 36,000 restricted stock units, each of which represents a contingent right to receive one share of common stock of Smithfield, and shall vest in five equal installments on 28 January 2026, 28 January 2027, 28 January 2028, 28 January 2029 and 28 January 2030, respectively.
 - (4) Mr. Guo Lijun is interested in (i) the shares of Smithfield underlying 392,897 options granted under the Smithfield Incentive Plan, which shall vest in five equal installments on 27 January 2026, 27 January 2027, 27 January 2028, 27 January 2029 and 27 January 2030, respectively; and (ii) the shares of Smithfield underlying 60,000 restricted stock units, each of which represents a contingent right to receive one share of common stock of Smithfield, and shall vest in five equal installments on 28 January 2026, 28 January 2027, 28 January 2028, 28 January 2029 and 28 January 2030, respectively.
 - (5) Mr. Wan Hongwei is interested in (i) the shares of Smithfield underlying 235,738 options granted under the Smithfield Incentive Plan, which shall vest in five equal installments on 27 January 2026, 27 January 2027, 27 January 2028, 27 January 2029 and 27 January 2030, respectively; and (ii) the shares of Smithfield underlying 36,000 restricted stock units, each of which represents a contingent right to receive one share of common stock of Smithfield, and shall vest in five equal installments on 28 January 2026, 28 January 2027, 28 January 2028, 28 January 2029 and 28 January 2030, respectively.
- (L) The letter (L) indicates long position.

Other Information (Continued)

Save as disclosed above, as at 30 June 2025, so far as was known to any Director or chief executive officer of the Company, neither the Directors nor the chief executive officer of the Company had any interests or short positions in any Shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of SFO) which would fall to be disclosed to the Company under the provisions of Divisions 7 and 8 of Part XV of the SFO or as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2025, so far as was known to any Director or chief executive officer of the Company, Shareholders (other than the Directors or chief executive of the Company whose interests were disclosed above) who had interests or short positions in the Shares or underlying shares of the Company which shall be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO or recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO were as follows:

Interests in the Shares

Name	Capacity/Nature of Interest	Number of Shares	Approximate Percentage of Shareholding
Cantrust (Far East) Limited ⁽¹⁾	Trustee	4,065,216,090 ^(L)	31.68%
WLT Management Limited ⁽¹⁾	Interest in controlled corporation	4,065,216,090 ^(L)	31.68%
Rise Grand ⁽²⁾	Interest in controlled corporation	5,029,376,978 ^(L)	39.20%
Mr. Zhang Liwen ⁽²⁾	Trustee	5,029,376,978 ^(L)	39.20%
Mr. Liu Songtao ⁽²⁾	Trustee	5,029,376,978 ^(L)	39.20%
Heroic Zone ⁽³⁾	Beneficial owner	3,473,820,000 ^(L)	27.08%
	Interest in controlled corporation	1,555,556,978 ^(L)	12.12%
Xing Tong ⁽⁴⁾	Beneficiary of a trust	2,509,659,112 ^(L)	19.56%
	Interest in controlled corporation	631,580,000 ^(L)	4.92%
Ms. Wang Meixiang ⁽⁵⁾	Interest of spouse	4,066,716,090 ^(L)	31.70%
BlackRock, Inc.	Interest in controlled corporation	849,490,777 ^(L)	6.62%
		5,500 ^(S)	0.00%

Other Information (Continued)

Notes:

- (1) Cantrust (Far East) Limited (the **"Trustee"**) is the trustee of Wan Long Trust established by Mr. Wan Long. The Trustee through indirect interest in each of Sure Pass, High Zenith and Xing Tong holds 573,099,645 Shares, 350,877,333 Shares and 3,141,239,112 Shares, respectively. WLT Management Limited, which is wholly-owned by the Trustee, through direct interest in each of Sure Pass, Wan Tong International Holdings Limited (which owns High Zenith as to 100%) and Xing Tong holds 573,099,645 Shares, 350,877,333 Shares and 3,141,239,112 Shares respectively.
- (2) Rise Grand, as the sole shareholder of Heroic Zone, was deemed to be interested in the 5,029,376,978 Shares which Heroic Zone was interested in. As at 30 June 2025, the beneficial interest of Rise Grand was owned by 83 participants (the **"HSP Participants"**) of the Heroic Zone Share Plan. Pursuant to an entrustment agreement dated 5 November 2019, the employee share committee (the **"ESC"**), on behalf of all HSP Participants, entrusted three individual trustees, namely Messrs. Zhang Liwen, Ma Xiangjie and Liu Songtao, to hold the legal title of, and to exercise the voting rights attached to, 100% equity interest in Rise Grand in joint tenancy (the **"HSP Trustees"**). Under the Heroic Zone Share Plan, the ESC, on behalf of all HSP Participants, is entitled to instruct the HSP Trustees as to how to exercise their rights as the registered shareholders of Rise Grand, which in turn will instruct Heroic Zone, a wholly owned subsidiary of Rise Grand, as to how to exercise its rights, including the voting rights attached to the Shares it holds in the Company. The members of the ESC are selected by the general meeting of the HSP participants. The ESC has been composed of five members since its establishment.
- (3) Chang Yun, High Zenith and Sure Pass should exercise the voting rights attached to their Shares respectively held by them in accordance with the direction of Heroic Zone in its absolute discretion. Therefore, Heroic Zone was deemed to be interested in the 1,555,556,978 Shares in aggregate held by Chang Yun, High Zenith and Sure Pass.
- (4) Xing Tong was one of the participants of the Heroic Zone Share Plan, in which it held approximately 49.9% of the participant units. Hence, Xing Tong was deemed to be interested in approximately 49.9% of the equity interest of Rise Grand, which in turn owned 100% of the equity interest of Heroic Zone. Accordingly, Xing Tong was deemed to be interested in the 2,509,659,112 Shares which Heroic Zone was interested in through multiplying the percentage of participant units that Xing Tong held in Heroic Zone Share Plan and the Shares which Heroic Zone was interested in. On 18 November 2024, Xing Tong was the sole participant of Chang Yun Share Plan, in which it held 100% of the participant units. On 9 December 2024, the Chang Yun Share Plan has been terminated, and upon such termination, Xing Tong directly owned the entire beneficial interests of Auspicious Joy, which in turn owned 100% of the equity interests of Chang Yun. Chang Yun was directly interested in 631,580,000 Shares (representing approximately 4.92% of the total issued share capital of the Company).
- (5) Ms. Wang Meixiang is the spouse of Mr. Wan Long. Therefore, Ms. Wang Meixiang was deemed to have interest in the 4,066,716,090 Shares which Mr. Wan Long was interested in.
- (L) The letter (L) indicates long position.
- (S) The letter (S) indicates short position.
- (P) The letter (P) indicates lending pool position.

Save as disclosed above, as at 30 June 2025, the Company has not been notified by any person who had any interests or short positions in the Shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under section 336 of the SFO.

Other Information (Continued)

PRE-IPO SHARE OPTION SCHEME

The Company previously adopted the Pre-IPO Share Option Scheme on 21 January 2014, which was subsequently amended on 4 April 2014 and had expired on 4 August 2024, at which all outstanding Pre-IPO Share Options granted under the Pre-IPO Share Option Scheme had automatically lapsed pursuant to the rules of the Pre-IPO Share Option Scheme. There were no outstanding share options under the Pre-IPO Share Option Scheme as at 4 August 2024.

There are no share schemes of principal subsidiary(ies) of the Company that are required to be disclosed under Chapter 17 of the Listing Rules. Specifically, as Smithfield does not constitute a “principal subsidiary” (within the meaning of Chapter 17 of the Listing Rules) of the Company during the Review Period and as at the date of this report, the Smithfield Incentive Plan and the Smithfield Employee Stock Purchase Plan are not subject to Chapter 17 of the Listing Rules.

DIRECTORS’ EMOLUMENTS PURSUANT TO PARAGRAPH 24 OF APPENDIX D2 OF THE LISTING RULES

References are made to the annual reports (the “**Previous Annual Reports**”) of the Company for the years ended 31 December 2014 to 2024 (collectively, the “**Relevant Years**”). Unless otherwise indicated, capitalised terms used in this section of the report shall have the same meanings as defined in the Previous Annual Reports.

In addition to the information disclosed in the Previous Annual Reports, the Company hereby further provides the following supplemental information in respect of the remuneration of the Company’s past and present independent non-executive Directors for the Relevant Years pursuant to the disclosure requirements under paragraph 24 of Appendix D2 to the Listing Rules.

For each of the Relevant Years, the amount of emolument for Mr. Huang Ming and Mr. Lau, Jin Tin Don were HK\$465,000. For each of the years ended 31 December 2022 to 2024, the amount of emolument for Ms. Zhou Hui was HK\$465,000 (save that the amount of her emolument for the year ended 31 December 2022 was HK\$271,250, as adjusted based on the effective date of her appointment (1 June 2022) as an independent non-executive Director). For each of the years ended 31 December 2014 to 2018, the amount of emolument for Mr. Lee Conway Kong Wai was HK\$465,000.

The above supplemental information does not affect the other information contained in the Previous Annual Reports.

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) during the Review Period. As of the end of the Review Period, no treasury shares were held by the Company.

Other Information (Continued)

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a Code of Conduct regarding securities transactions by the Directors on terms no less exacting than the required standards set out in the Model Code in Appendix C3 to the Listing Rules. The Company has made specific enquiries with each Director and each of them confirmed that he or she had complied with all required standards set out in the Model Code and the Code of Conduct during the Review Period.

CORPORATE GOVERNANCE PRACTICES

The Board and the management of the Group are committed to the maintenance of good corporate governance practices and procedures. Throughout the Review Period, the Company has complied with all the applicable code provisions set out in the CG Code.

CHANGES IN INFORMATION OF DIRECTORS AND CHIEF EXECUTIVE

Changes in the information of the Directors and chief executive of the Company since the publication of the 2024 annual report of the Company up to the date of this interim report, as notified to the Company, as required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules are set out below:

Mr. Jiao Shuge has been appointed as a director of Sinovac Biotech Ltd. (a company listed on the Nasdaq Global Select Market (ticker symbol: SVA) since July 2025. Mr. Jiao ceased to be a director of Hainan Poly Pharm Co. Ltd (a company listed on the Shenzhen Stock Exchange with stock code: 300630) with effect from 25 April 2025.

AUDIT COMMITTEE

The Audit Committee consists of three independent non-executive Directors, namely Ms. Zhou Hui (Chairman), Mr. Huang Ming and Mr. Lau, Jin Tin Don. The Audit Committee and the Company's management have reviewed the interim results of the Group, together with the internal control and financial reporting matters of the Group, including the interim financial information for the Review Period which has been reviewed by the Company's external auditor, Ernst & Young.

On behalf of the Board

Wan Long

Chairman of the Board

Hong Kong, 12 August 2025

GLOSSARY

“Audit Committee”	the audit committee of the Board
“Auspicious Joy”	Auspicious Joy Enterprises Limited, a limited liability company incorporated under the laws of BVI on 8 July 2019
“Board”	the board of Directors of the Company
“BVI”	the British Virgin Islands
“CG Code”	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
“Chang Yun”	Chang Yun Holdings Limited (運昌控股有限公司) a limited liability company incorporated under the laws of the BVI on 12 April 2010 and one of the Controlling Shareholders
“Chang Yun Share Plan”	the share plan dated 23 December 2019, under which a group of existing and former employees of the Group hold 100% of the beneficial interests in Auspicious Joy, which in turn holds 100% of the equity interest in Chang Yun
“China” or “the PRC”	the People’s Republic of China excluding, for the purposes of this report, Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“CME”	Chicago Mercantile Exchange, Inc.
“Code of Conduct”	the code of conduct regarding securities transactions by the Directors adopted by the Company
“Company”	WH Group Limited (萬洲國際有限公司), a limited liability company incorporated under the laws of the Cayman Islands the Shares of which are listing on the Main Board of the Stock Exchange
“Comparable Period”	the period from 1 January 2024 to 30 June 2024
“connected person(s)”	has the meaning ascribed thereto under the Listing Rules
“Controlling Shareholders”	has the meaning ascribed to it under the Listing Rules and, unless the context requires otherwise, refers to Rise Grand, Heroic Zone, Chang Yun, High Zenith and Sure Pass

Glossary (Continued)

“Director(s)”	the director(s) of the Company
“EBITDA”	earnings before interest, taxes, depreciation and amortization
“ESG Committee”	the environmental, social and governance committee of the Board
“EU”	the European Union
“EUR”	the Euro, the lawful currency of the member states of the European Union
“Fitch”	Fitch (Hong Kong) Limited or Fitch Ratings, Inc.
“Food Safety Committee”	the food safety committee of the Board
“Group”, “our Group”, “our”, “we”, “us” or “WH Group”	the Company and all of its subsidiaries, or any one of them as the context may require or, where the context refers to any time prior to its incorporation, the business which its predecessors or the predecessors of its present subsidiaries, or any one of them as the context may require, were or was engaged in and which were subsequently assumed by it
“Heroic Zone”	Heroic Zone Investments Limited (雄域投資有限公司), a limited liability company incorporated under the laws of the BVI on 23 July 2007 and one of the Controlling Shareholders
“Heroic Zone Share Plan”	the share plan dated 25 December 2009, revised on 17 December 2012, 11 July 2016 and 27 October 2024 respectively, under which a group of existing and former employees of Shuanghui Development and its associated entities hold 100% of the beneficial interests in Rise Grand, which in turn holds 100% of the equity interest in Heroic Zone
“High Zenith”	High Zenith Limited, a limited liability company incorporated under the laws of BVI on 6 September 2013 and one of the Controlling Shareholders
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“IDR”	issuer default rating

Glossary (Continued)

“kg”	kilogram
“Latest Practicable Date”	11 September 2025
“Listing”	the listing of the Shares on the Main Board of the Stock Exchange
“Listing Date”	5 August 2014, being the date on which the Shares are listed on the Main Board of the Stock Exchange
“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)
“Mexico”	the United Mexican States
“MOA”	the Ministry of Agriculture and Rural Affairs of the People’s Republic of China
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“Moody’s”	Moody’s Investor Service Limited
“Pre-IPO Share Option Scheme”	the pre-IPO share option scheme approved and adopted by our Company on 21 January 2014 as amended on 4 April 2014, which had expired as at 4 August 2024, for the benefit of any Director, employee, advisor, consultant, distributor, contractor, customer, supplier, agent, business partner, joint venture business partner or service provider of the Company or any of our subsidiaries
“Pre-IPO Share Options”	the options granted under the Pre-IPO Share Option Scheme
“Remuneration Committee”	the remuneration committee of the Board
“Review Period”	the period from 1 January 2025 to 30 June 2025
“Rise Grand”	Rise Grand Group Limited (興泰集團有限公司), a BVI Business Company incorporated under the laws of the BVI on 3 July 2007 and one of the Controlling Shareholders
“Risk Management Committee”	the risk management committee of the Board

Glossary (Continued)

“RMB”	Renminbi, the lawful currency of the PRC
“SFO”	the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (as amended, supplemented or otherwise modified from time to time)
“Share(s)”	ordinary share(s) with nominal value of US\$0.0001 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Share(s)
“Shuanghui Development”	Henan Shuanghui Investment & Development Co., Ltd. (河南雙匯投資發展股份有限公司), an indirect non-wholly owned subsidiary of the Company and a joint stock limited company established under the laws of the PRC on 15 October 1998, the shares of which are listed on the Shenzhen Stock Exchange in the PRC (Stock code: 000895), and as the context may require, all or any of its subsidiaries
“Smithfield”	Smithfield Foods, Inc., a corporation incorporated in the Commonwealth of Virginia, the United States on 25 July 1997 with its shares listed on the Nasdaq Global Select Market (ticker symbol: SFD) and an indirect non wholly-owned subsidiary of the Company and, as the context may require, all or any of its subsidiaries or, where the context refers to any time prior to its incorporation, the business which its predecessors or the predecessors of its present subsidiaries were, or any one of them, as the context may require, were or was engaged in and which were subsequently assumed by it
“Smithfield Employee Stock Purchase Plan”	the Smithfield Foods, Inc., Employee Stock Purchase Plan adopted by Smithfield with effect from 16 January 2025 (New York time)
“Smithfield Incentive Plan”	the Smithfield Foods, Inc., Omnibus Incentive Plan adopted by Smithfield with effect from 16 January 2025 (New York time)
“Smithfield Share(s)”	the shares of Smithfield
“Separate Listing of Smithfield”	has the meaning ascribed thereto in the section headed “Separate Listing of Smithfield on the Nasdaq Global Select Market” in this report
“S&P”	Standard & Poor’s Financial Services LLC
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

Glossary (Continued)

“subsidiary”	has the meaning ascribed thereto under the Listing Rules
“Sure Pass”	Sure Pass Holdings Limited (順通控股有限公司), a limited liability company incorporated under the laws of the BVI on 25 September 2013 and one of the Controlling Shareholders
“United States” or “US”	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
“US\$” or “US dollars”	United States dollars, the lawful currency of the United States
“US cent”	one-hundredth of one US\$
“USDA”	United States Department of Agriculture
“Xing Tong”	Xing Tong Limited (興通有限公司), a limited liability company incorporated under the laws of the BVI on 10 June 2016 and one of the Shareholders