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SUNSHINE OILSANDS LTD.

陽光油砂有限公司*

(a corporation incorporated under the Business Corporations Act of the Province of Alberta, Canada with limited liability)

(HKEX: 2012)

INSIDE INFORMATION

REVISED RESULTS FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2022

SUMMARY OF FINANCIAL FIGURES

This announcement is made by the Board of Directors (the “**Board**”) of Sunshine Oilsands Limited (“**Sunshine**” or the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements issued by the Company dated November 11, 2022 (Hong Kong time) in relation to, among other things, the unaudited financial results of the Company for the third quarter ended September 30, 2022 and the Management Discussion and Analysis for the same period ended.

The Board wishes to update that upon further review by the management of the Company and recent discussions with its auditors, an additional impairment reversal in an aggregate amount of CAD 296,290,000 (approximately HKD 1,696,794,000) (including CAD85,039,000 (approximately HKD 487,001,000) and CAD211,251,000 (approximately HKD 1,209,792,000) on exploration and evaluation (“**E&E**”) and property, plant and equipment (“**PP&E**”) respectively) (the “**Adjustment**”) should be recorded for the nine months ended September 30, 2022 to better reflect the accounting treatment in relation to reversal of impairment when circumstance/indicator for such reversal exists.

Upon the Adjustment, the E&E balance as at September 30, 2022 will increase by CAD 85,039,000 (approximately HKD 487,001,000) to CAD 367,970,000 (approximately HKD 2,107,291,000) (before the Adjustment: CAD 282,931,000 (approximately HKD 1,620,289,000)); the PP&E balance as at September 30, 2022 will increase by CAD 211,251,000 (approximately HKD 1,209,792,000) to CAD 843,365,000 (approximately HKD 4,829,783,000) (before the Adjustment: CAD 632,114,000 (approximately HKD 3,619,990,000)); and the net profit and comprehensive profit attributable to owners of the Company for the nine-month ended September 30, 2022 will increase by CAD 296,290,000 (approximately HKD 1,696,794,000) to CAD 425,429,000 (approximately HKD 2,436,347,000) (before the Adjustment: CAD 129,139,000 (approximately HKD 739,553,000)).

*For identification purposes only

* The HK\$ amount was converted using the period end exchange rate of \$1 CAD = \$5.7268 HKD as at September 30, 2022.

Impact of the Adjustment on the consolidated financial statements of the Company for 3Q22 are as follows:

Impact on Condensed Consolidated Interim Statements of Financial Position

(Expressed in thousands of Canadian dollars)

September 30, 2022	Amount Before adjustment	Change in amount	Amount after adjustment
Exploration and evaluation	282,931	85,039	367,970
Property, plant and equipment	632,114	211,251	843,365
Non-Current Assets	934,227	296,290	1,230,517
Total Assets	944,563	296,290	1,240,853
Deficit	(1,080,636)	296,290	(784,346)
Equity attributable to owners of the Company	306,189	296,290	602,479
Shareholders' Equity	305,279	296,290	601,569

Impact on Condensed Consolidated Interim Statements of Operations and Comprehensive Profit and Loss

(Expressed in thousands of Canadian dollars, except for per share amounts)

	Amount Before adjustment	Change in amount	Amount after adjustment
Three months ended September 30, 2022			
Reversal of impairment loss on E&E and PP&E Expenses	(64,869)	(296,290)	(361,159)
Expenses	(38,456)	(296,290)	(334,746)
Profit/(Loss) before income taxes	26,581	296,290	322,871
Net profit/(loss)	26,581	296,290	322,871
Net profit/(loss) and comprehensive profit/(loss) for the year attributable to owners of the Company	26,655	296,290	322,945
Basic and diluted profit/(loss) per share	\$0.11	\$1.22	\$1.33

	Amount Before adjustment	Change in amount	Amount after adjustment
Nine months ended September 30, 2022			
Reversal of impairment loss on E&E and PP&E Expenses	(191,816)	(296,290)	(488,106)
Expenses	(126,197)	(296,290)	(422,487)
Profit/(Loss) before income taxes	128,912	296,290	425,202
Net profit/(loss)	128,912	296,290	425,202
Net profit/(loss) and comprehensive profit/(loss) for the year attributable to owners of the Company	129,139	296,290	425,429
Basic and diluted profit/(loss) per share	\$0.53	\$1.22	\$1.75

Impact on Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

(Expressed in thousands of Canadian dollars)

	Amount Before adjustment	Change in amount	Amount after adjustment
Nine months ended September 30, 2022			
Total Attributable to Equity Holders			
Deficit	(1,080,636)	296,290	(\$784,346)
Total	306,189	296,290	\$602,479
Non-controlling interests	(910)	-	(\$910)
Total Equity	305,279	296,290	\$601,569

Impact on Condensed Consolidated Interim Statements of Cash Flows

(Expressed in thousands of Canadian dollars)

	Amount Before adjustment	Change in amount	Amount after adjustment
Three months ended September 30, 2022			
Net profit/(loss)	26,581	296,290	322,871
Depletion, depreciation and impairment	(62,890)	(296,290)	(359,180)

	Amount Before adjustment	Change in amount	Amount after adjustment
Nine months ended September 30, 2022			
Net profit/(loss)	128,912	296,290	425,202
Depletion, depreciation and impairment	(189,370)	(296,290)	(485,660)

The revised quarterly results and the unaudited condensed consolidated financial statements have been reviewed by the Company's Audit Committee but have not been audited.

The information contained in this announcement is based on the unaudited financial accounts of the Group, which have not been audited or confirmed by the Company's auditors. The Company is in the process of finalizing the annual audited financial results of the Group for the year ended December 31, 2022 which are expected to be published by the end of March 2023.

The Board of Directors of the Company is of the view that the above adjustment is appropriate and truly and fairly reflect the Company's financial position and performance.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

Hong Kong, February 15, 2023

Calgary, February 14, 2023

As at the date of this Announcement, the Board consists of Mr. Kwok Ping Sun and Ms. Gloria Pui Yun Ho as executive directors; Mr. Michael John Hibberd, Ms. Linna Liu and Ms. Xijuan Jiang as non-executive directors; and Mr. Yi He, Mr. Alfa Li and Mr. Guangzhong Xing as independent non-executive directors.