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(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1313)

UNAUDITED FINANCIAL INFORMATION FOR THE THREE MONTHS ENDED 31 MARCH 2022

| | For the three months ended 31 March | | |
|---|-------------------------------------|-------------|------------|
| | 2022 | 2021 | |
| | (unaudited) | (unaudited) | (Decrease) |
| Turnover (HK\$ million) | 6,976.7 | 8,511.2 | (18.0)% |
| Profit attributable to owners of the Company | | | (2.2.) |
| (HK\$ million) | 729.5 | 1,289.8 | (43.4)% |
| Basic earnings per share | HK\$0.104 | HK\$0.185 | , , |
| Interim dividend per share | Nil | Nil | |
| | As at | As at | |
| | 31/3/2022 | 31/12/2021 | |
| | (unaudited) | (audited) | Increase |
| Total assets (<i>HK</i> \$ <i>million</i>) Equity attributable to owners of the Company | 81,118.1 | 79,149.2 | 2.5% |
| (HK\$ million) | 56,116.5 | 54,856.0 | 2.3% |
| Gearing ratio (note 1) | 23.2% | 19.0% | |
| Net assets per share – book (note 2) | HK\$8.04 | HK\$7.86 | 2.3% |

notes:

- 1. Gearing ratio is calculated by dividing the total bank borrowings and loans from related parties by equity attributable to owners of the Company.
- 2. Net assets per share book is calculated by dividing equity attributable to owners of the Company by the number of issued shares at the end of the relevant reporting period.

The board (the "Board") of directors (the "Directors") of China Resources Cement Holdings Limited (the "Company") is pleased to announce the unaudited consolidated financial information of the Company and its subsidiaries (collectively the "Group") for the three months ended 31 March 2022 (the "Period") as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

| | | For the three months ended 31 March | | |
|-------------------------------------|--------------|-------------------------------------|-------------|--|
| | | | | |
| | Notes | 2022 | 2021 | |
| | | HK\$'000 | HK\$'000 | |
| | | (unaudited) | (unaudited) | |
| Turnover | | 6,976,702 | 8,511,234 | |
| Cost of sales | - | (5,318,807) | (6,095,740) | |
| Gross profit | | 1,657,895 | 2,415,494 | |
| Other income | | 394,687 | 182,191 | |
| Selling and distribution expenses | | (340,326) | (401,310) | |
| General and administrative expenses | | (719,131) | (473,711) | |
| Exchange gain (loss) | | 14,332 | (3,124) | |
| Finance costs | | (80,710) | (47,367) | |
| Share of results of associates | | (38,465) | 20,692 | |
| Share of results of joint ventures | - | (6,750) | 58,715 | |
| Profit before taxation | | 881,532 | 1,751,580 | |
| Taxation | 2 | (211,599) | (478,821) | |
| Profit for the period | ! | 669,933 | 1,272,759 | |
| Attributable to: | | | | |
| Owners of the Company | | 729,514 | 1,289,761 | |
| Non-controlling interests | - | (59,581) | (17,002) | |
| | | 669,933 | 1,272,759 | |
| Basic earnings per share (HK\$) | 3 | 0.104 | 0.185 | |

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | As at 31/3/2022 <i>HK\$'000</i> (unaudited) | As at 31/12/2021 HK\$'000 (audited) |
|------------------------------------|--|--|
| Non-current assets | | |
| Fixed assets | 29,065,856 | 29,556,092 |
| Right-of-use assets | 4,281,025 | 4,325,329 |
| Investment property | 130,000 | 130,000 |
| Other investment | 43,377 | 51,410 |
| Intangible assets | 12,946,298 | 12,298,717 |
| Interests in associates | 6,967,411 | 6,754,993 |
| Interests in joint ventures | 2,761,147 | 2,793,146 |
| Deposits for acquisition of assets | 4,348,707 | 4,448,461 |
| Deferred tax assets | 576,961 | 535,391 |
| Loans to joint ventures | 1,138,260 | 1,115,457 |
| Long term receivables | 301,767 | 299,086 |
| Pledged bank deposits | 435,148 | 318,456 |
| | 62,995,957 | 62,626,538 |
| Current assets | | |
| Inventories | 3,722,039 | 2,941,190 |
| Trade receivables | 5,490,285 | 4,793,437 |
| Other receivables | 1,883,335 | 1,601,479 |
| Taxation recoverable | 63,983 | 21,368 |
| Pledged bank deposits | <u>-</u> | 97,847 |
| Cash and bank balances | 6,962,537 | 7,067,381 |
| | 18,122,179 | 16,522,702 |

| | As at 31/3/2022 <i>HK\$'000</i> (unaudited) | As at 31/12/2021 <i>HK\$'000</i> (audited) |
|---|--|---|
| Current liabilities Trade payables Other payables Taxation payable Loans from an intermediate holding company Loans from non-controlling shareholders Bank loans - amount due within one year | 3,301,720 6,170,386 422,847 1,678,167 120,370 7,401,435 | 3,786,280 7,265,261 909,656 1,672,700 42,366 7,336,197 21,012,460 |
| Net current liabilities | (972,746) | (4,489,758) |
| Total assets less current liabilities | 62,023,211 | 58,136,780 |
| Non-current liabilities Bank loans - amount due after one year Loans from non-controlling shareholders Other long term payables Deferred tax liabilities | 3,695,391 141,947 726,049 542,269 5,105,656 | 1,223,090 139,288 708,973 424,082 2,495,433 55,641,347 |
| Capital and reserves Share capital Reserves | 698,294 55,418,161 | 698,294 54,157,719 |
| Equity attributable to owners of the Company Non-controlling interests | 56,116,455 801,100 | 54,856,013 785,334 |
| Total equity | 56,917,555 | 55,641,347 |

Notes:

1. BASIS OF PREPARATION

The accounting policies and methods of computation used in the condensed consolidated financial statements for the Period are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2021 except for the adoption of certain new and revised Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants, which are effective for the financial year beginning on or after 1 January 2022. The application of these new and revised HKFRSs in the Period has had no material impact on the condensed consolidated financial statements of the Group.

2. TAXATION

Hong Kong Profits Tax was calculated at 16.5% of the estimated assessable profit for both periods.

Chinese Mainland Enterprise Income Tax includes the income tax calculated at 25% on the taxable income of the group entities in the Chinese Mainland, the withholding tax calculated at 5% on dividends in the Chinese Mainland, and the deferred tax calculated at 5% on the intended distribution profits from subsidiaries in the Chinese Mainland to a holding company in Hong Kong, for both periods.

3. EARNINGS PER SHARE

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

| | For the three months ended 31 March | | |
|---|-------------------------------------|---------------|--|
| | 2022 | 2021 | |
| | HK\$'000 | HK\$'000 | |
| | (unaudited) | (unaudited) | |
| Earnings Earnings attributable to owners of the Company for the purpose of basic earnings per share | 729,514 | 1,289,761 | |
| | For the three | months | |
| | ended 31 March | | |
| | 2022 | 2021 | |
| | (unaudited) | (unaudited) | |
| Number of shares | , | , | |
| Weighted average number of shares for the purpose | | | |
| of basic earnings per share | 6,982,937,817 | 6,982,937,817 | |

No diluted earnings per share is presented as the Company did not have any potential ordinary shares outstanding.

4. REVIEW OF FINANCIAL INFORMATION

The financial information for the Period has been reviewed by the Audit Committee of the Company.

INTERIM DIVIDEND

The Board does not recommend the payment of any dividend for the Period (Three months ended 31 March 2021: Nil).

OPERATIONAL PERFORMANCE REVIEW

The functional currency of the Group is RMB while the financial figures are all denominated in HK\$. Comparing with the corresponding period in 2021, RMB had appreciated against HK\$ by approximately 2.7%.

Turnover

The consolidated turnover for the Period amounted to HK\$6,976.7 million, representing a decrease of 18.0% from HK\$8,511.2 million for the corresponding period in 2021. An analysis of segmental turnover by product is as follows:

For the three months ended 31 March

| | | 2022 | | | 2021 | |
|---------------|---------------------|--------------|-----------|---------------------|------------|-----------|
| • | | Average | | | Average | |
| | Sales | selling | | Sales | selling | |
| | volume | price | Turnover | volume | price | Turnover |
| | '000 | <i>HK</i> \$ | | '000' | HK\$ | |
| | tons/m ³ | per ton/m³ | HK\$'000 | tons/m ³ | per ton/m³ | HK\$'000 |
| Cement (note) | 12,193 | 436.4 | 5,320,604 | 18,427 | 366.0 | 6,744,706 |
| Clinker | 976 | 414.8 | 404,600 | 1,115 | 299.4 | 333,910 |
| Concrete | 2,218 | 564.3 | 1,251,498 | 2,865 | 500.0 | 1,432,618 |
| Total | | | 6,976,702 | | · | 8,511,234 |

note: Inclusive of sales volume of 0.9 million tons of cement from related parties (0.9 million tons for the corresponding period in 2021).

Our cement sales by geographical area were as follows:

For the three months ended 31 March

| | | 2022 | | | 2021 | |
|-------------------------|-----------|-----------------------|-----------|-----------|-----------------------|-----------|
| Province/ Autonomous | Sales | Average selling | _ | Sales | Average selling | |
| Region | volume | price <i>HK</i> \$ | Turnover | volume | price <i>HK</i> \$ | Turnover |
| | '000 tons | per ton | HK\$'000 | '000 tons | per ton | HK\$'000 |
| Guangdong | 4,845 | 486.0 | 2,354,817 | 7,119 | 420.0 | 2,990,260 |
| Guangxi | 3,589 | 409.7 | 1,470,521 | 6,028 | 335.4 | 2,021,872 |
| Fujian | 1,812 | 345.9 | 626,819 | 2,166 | 317.2 | 686,982 |
| Hainan | 639 | 544.2 | 347,757 | 811 | 445.4 | 361,250 |
| Yunnan | 666 | 379.4 | 252,649 | 1,228 | 337.4 | 414,275 |
| Guizhou | 359 | 429.0 | 154,013 | 678 | 217.5 | 147,441 |
| Shanxi | 134 | 443.2 | 59,387 | 397 | 308.9 | 122,626 |
| Hunan | 149 | 366.7 | 54,641 | | <u>-</u> | |
| Total | 12,193 | 436.4 | 5,320,604 | 18,427 | 366.0 | 6,744,706 |

Gross profit and gross margin

The consolidated gross profit for the Period was HK\$1,657.9 million, representing a decrease of 31.4% from HK\$2,415.5 million for the corresponding period in 2021. The consolidated gross margin for the Period was 23.8%, representing a decrease of 4.6 percentage points from 28.4% for the corresponding period in 2021. The decreases in consolidated gross profit and consolidated gross margin for the Period were mainly attributable to the decreased sales volume and the higher unit production costs of our products compared to the corresponding period in 2021. The gross margins of cement, clinker and concrete for the Period were 23.4%, 29.6% and 23.3%, as compared with 29.8%, 26.7% and 21.9% respectively for the corresponding period in 2021.

Other Income

Other income for the Period was HK\$394.7 million, representing an increase of 116.6% from HK\$182.2 million for the corresponding period last year. This was mainly attributable to the increase in gain on disposal of a subsidiary of HK\$239.1 million as compared with the corresponding period last year.

Profit attributable to owners of the Company

Profit attributable to owners of the Company for the Period was HK\$729.5 million, representing a decrease of 43.4% from HK\$1,289.8 million for the corresponding period in 2021.

By order of the Board

China Resources Cement Holdings Limited

JI Youhong

Chief Executive Officer

Hong Kong, 29 April 2022

As at the date of this announcement, the non-executive Directors are Mr. LI Fuli (Chairman), Mr. ZHU Ping, Mr. CHEN Kangren and Mr. YANG Changyi; the executive Director is Mr. JI Youhong (Chief Executive Officer); and the independent non-executive Directors are Mr. IP Shu Kwan Stephen, Mr. SHEK Lai Him Abraham, Madam ZENG Xuemin and Mr. LAM Chi Yuen Nelson.