中国神华能源股份有限公司
CHINA SHENHUA ENERGY COMPANY LIMITED
(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 01088)

ANNOUNCEMENT ON PROFIT ALERT FOR THE FIRST HALF OF 2023

This announcement is made pursuant to Rule 13.09(2) and Rule 13.10B of the Listing Rules and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The financial information of the Company contained in this announcement is preliminary estimation prepared in accordance with the International Financial Reporting Standards and has not been audited or reviewed by auditors and may therefore differ from the reviewed 2023 interim financial statements of the Company. Investors should be aware of the investment risk.

I. ESTIMATED RESULTS FOR THE FIRST HALF OF 2023

According to the preliminary estimation, the profit attributable to the equity holders of the Company for the first half of 2023 is estimated to be between RMB35.9 billion and RMB37.9 billion (the first half of 2022: RMB42.475 billion), representing a year-on-year decrease of 10.8% to 15.5%.

II. MAIN REASONS

The main reasons for the year-on-year decrease in the profit attributable to the equity holders of the Company for the first half of 2023 were that, firstly, the coal segment of the Group recorded a year-on-year decline in profit due to factors such as the reduced average coal sales price and the increased unit production cost of self-produced coal; secondly, during the same period of the previous year, certain coal subsidiaries of the Group offset the overpaid tax in previous years against the current income tax when they settled and paid the corporate income tax, and the income tax expense for the Period increased year-on-year.

The Group has implemented Amendments to International Accounting Standard 12-Deferred Income Tax Related to Assets and Liabilities arising from a Single Transaction from January 1, 2023. Taxable and deductible temporary differences arising from assets and liabilities recognized in a single transaction to which the provision applies are no longer subject to the accounting treatment of initial recognition exemption for deferred tax. According to the relevant requirements of International Accounting Standard 12-Income Tax, the corresponding deferred tax liabilities and assets shall be recognised respectively at the time of the transaction. Meanwhile, for the deferred tax related to assets and liabilities arising from the related single transactions between the beginning of the earliest period presented in the financial statements in which the Group first applied the above provisions and the effective date, the retrospective adjustments shall be made. For details, please refer to the Inside Information – Changes in Accounting Policies published by the Company on the website of the Stock Exchange of Hong Kong Limited on April 28, 2023. The restated profit attributable to equity holders of the Company for the first half of 2022 is RMB42.493 billion. The above restated financial information has not been audited or reviewed by auditors.

III. DEFINITIONS

Company	China Shenhua Energy Company Limited
Group	the Company and its subsidiaries
Listing Rules	The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
the Period	from January 1, 2023 to June 30, 2023

By order of the Board
China Shenhua Energy Company Limited
Song Jinggang
Chief Financial Officer and Secretary to the Board of Directors

Beijing, July 14, 2023

As at the date of this announcement, the Board comprises the following: Mr. Lv Zhiren and Mr. Xu Mingjun as executive directors, Mr. Jia Jinzhong and Mr. Yang Rongming as non-executive directors, Dr. Yuen Kwok Keung, Dr. Bai Chong-En and Dr. Chen Hanwen as independent non-executive directors, and Ms. Liu Xiaolei as employee director.