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(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1313)

# UNAUDITED FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023

	For the mended 30		
	2023 (unaudited)	2022 (unaudited)	(Decrease)
Turnover ( <i>HK\$ million</i> )	17,892.7	24,196.1	(26.1)%
Profit attributable to owners of the Company ( <i>HK</i> \$ <i>million</i> )	710.2	1,837.5	(61.3)%
Basic earnings per share	HK\$0.102	HK\$0.263	
	As at	As at	Increase/
	30/9/2023	31/12/2022	(Decrease)
	(unaudited)	(audited)	
Total assets (HK\$ million)	80,672.5	80,613.8	0.1%
Equity attributable to owners of the Company ( <i>HK\$ million</i> )	48,198.3	49,233.4	(2.1)%
Gearing ratio (note 1)	39.8%	33.4%	
Net assets per share – book (note 2)	HK\$6.90	HK\$7.05	(2.1)%

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 nine months ended 30 September 2023 (the "Period") as follows:

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		For the three months ended 30 September		For the nine months ended 30 September	
	Notes	2023	2022	2023	2022
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
Turnover		5,720,060	8,079,583	17,892,681	24,196,108
Cost of sales		(5,214,396)	(7,561,939)	(15,484,522)	(20,375,780)
Gross profit		505,664	517,644	2,408,159	3,820,328
Other income		406,390	322,877	970,622	904,432
Selling and distribution expenses		(138,425)	(149,800)	(382,322)	(425,755)
General and administrative expenses		(420,496)	(536,114)	(1,519,304)	(1,769,620)
Exchange (loss) gain		(1,620)	9,359	266	(58,151)
Finance costs		(146,641)	(60,631)	(442,283)	(231,792)
Share of results of associates		(58,648)	(957)	(86,467)	10,848
Share of results of joint ventures		15,938	(45,341)	48,138	(71,561)
Profit before taxation		162,162	57,037	996,809	2,178,729
Taxation	2	(80,553)	(34,775)	(325,028)	(392,483)
Profit for the period		81,609	22,262	671,781	1,786,246
Attributable to:					
Owners of the Company		89,255	32,918	710,186	1,837,456
Non-controlling interests		(7,646)	(10,656)	(38,405)	(51,210)
		81,609	22,262	671,781	1,786,246
Basic earnings per share (HK\$)	3	0.013	0.005	0.102	0.263

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30/9/2023 <i>HK\$'000</i> (unaudited)	As at 31/12/2022 <i>HK\$'000</i> (audited)
Non-current assets Fixed assets Right-of-use assets Investment property Other investment Intangible assets Interests in associates Interests in joint ventures Other non-current assets Deferred tax assets Long term receivables Pladaed hark denosite	33,290,353 5,135,001 - 28,918 19,986,488 6,074,948 1,938,321 2,417,605 898,148 270,323 485,016	31,467,930 5,128,710 130,000 39,361 19,905,873 6,304,386 2,070,095 4,116,961 881,164 280,674
Pledged bank deposits	<u>485,916</u> <u>70,526,021</u>	<u>467,327</u> 70,792,481
Current assets Inventories Trade receivables Other receivables Loan to a joint venture Taxation recoverable Pledged bank deposits Cash and bank balances	2,717,124 2,889,322 1,560,464 205,529 34,016 257 2,739,783 10,146,495	2,732,197 2,900,660 1,660,315 211,134 83,814 51,434 2,181,728 9,821,282
<b>Current liabilities</b> Trade payables Other payables Taxation payable Loans from non-controlling shareholders Bank loans - amount due within one year	2,642,083 6,089,887 158,458 87,397 3,259,901	3,241,807 7,274,462 242,427 462,888 4,085,229
Net current liabilities	<u>    12,237,726</u> (2,091,231)	<u>15,306,813</u> (5,485,531)
Total assets less current liabilities	68,434,790	65,306,950

	As at 30/9/2023	As at 31/12/2022
	50/9/2023 HK\$'000	HK\$'000
	(unaudited)	(audited)
Non-current liabilities		
Bank loans - amount due after one year	15,713,110	11,751,356
Loans from non-controlling shareholders	118,159	133,790
Other long term payables	2,196,888	2,099,599
Deferred tax liabilities	408,499	481,937
	18,436,656	14,466,682
	49,998,134	50,840,268
Capital and reserves Share capital Reserves	698,294 47,500,019	698,294 48,535,152
Equity attributable to owners of the Company	48,198,313	49,233,446
Non-controlling interests	1,799,821	1,606,822
Total equity	49,998,134	50,840,268

#### Notes:

#### 1. BASIS OF PREPARATION

The accounting policies and methods of computation adopted in the preparation of the condensed consolidated financial statements for the Period are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022, except for the adoption of certain amendments to 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 2023. The application of these amendments to 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 nine months		
	ended 30 September		
	2023	2022	
	HK\$'000	HK\$'000	
	(unaudited)	(unaudited)	
Earnings			
Earnings attributable to owners of the Company			
for the purpose of basic earnings per share	710,186	1,837,456	
	For the nine <b>i</b>	months	
	ended 30 Sep	tember	
	2023	2022	
	(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**

An interim dividend of HK\$0.041 per share for the six months ended 30 June 2023 (HK\$0.12 per share for the six months ended 30 June 2022) was declared by the Board on 18 August 2023 and has been paid to shareholders on 27 October 2023. The Board does not recommend the payment of any dividend for the three months ended 30 September 2023 (Three months ended 30 September 2022: Nil).

## **OPERATIONAL PERFORMANCE REVIEW**

The functional currency of the Group is RMB while the financial figures are all denominated in HK\$. Comparing with corresponding period last year, RMB had depreciated against HK\$ by approximately 5.9%.

#### Turnover

The consolidated turnover for the Period amounted to HK\$17,892.7 million, representing a decrease of 26.1% from HK\$24,196.1 million for the corresponding period last year. An analysis of segmental turnover by product is as follows:

		For the	e nine months end	ed 30 Septemb	er	
		2023			2022	
	Sales volume '000	Average selling price HK\$	Turnover	Sales volume '000	Average selling price <i>HK\$</i>	Turnover
	tons/m <sup>3</sup>	per ton/m <sup>3</sup>	HK\$'000	$tons/m^3$	per ton/ $m^3$	HK\$'000
Cement ( <i>note</i> ) Clinker	45,555	324.2	14,767,883	52,534	363.1	19,074,304
Concrete	1,782 6,222	276.7 423.0	493,134 2,631,664	2,821 8,045	364.1 509.0	1,027,121 4,094,683
Total			17,892,681			24,196,108

*note*: Inclusive of sales volume of 2.6 million tons of cement from related parties (3.0 million tons for the corresponding period in 2022).

Our cement sales by geographical area were as follows:

For the nine months ended 30 September						
	2023			2022		
Province/ Autonomous	Sales	Average Sales 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	20,277	345.7	7,009,594	22,486	388.3	8,730,433
Guangxi	11,989	303.4	3,637,621	15,085	330.8	4,990,095
Fujian	5,768	285.7	1,648,181	6,740	328.5	2,214,091
Hainan	1,796	406.9	730,807	2,205	468.6	1,033,294
Yunnan	2,315	342.7	793,410	2,279	365.8	833,726
Guizhou	1,758	281.9	495,544	1,766	323.6	571,460
Shanxi	989	273.0	269,975	1,305	376.9	491,913
Hunan	663	275.6	182,751	668	313.3	209,292
Total	45,555	324.2	14,767,883	52,534	363.1	19,074,304

**Gross Profit and Gross Margin** 

The consolidated gross profit for the Period was HK\$2,408.2 million, representing a decrease of 37.0% from HK\$3,820.3 million for the corresponding period last year. The consolidated gross margin for the Period was 13.5%, representing a decrease of 2.3 percentage points from 15.8% for the corresponding period last year. The decreases in consolidated gross profit and consolidated gross margin for the Period were primarily attributable to the lower selling prices and sales volume of the Group's products during the Period as compared with those of the corresponding period in 2022. The gross margins of cement, clinker and concrete for the Period were 14.1%, 5.3% and 11.2%, as compared with 16.2%, 18.0% and 13.5% respectively for the corresponding period last year.

### Profit Attributable to Owners of the Company

Profit attributable to owners of the Company for the Period was HK\$710.2 million, representing a decrease of 61.3% from HK\$1,837.5 million for the corresponding period last year.

By order of the Board China Resources Cement Holdings Limited JI Youhong Chairman

Hong Kong, 27 October 2023

As at the date of this announcement, the executive Directors are Mr. JI Youhong and Mr. JING Shiqing; the non-executive Directors are Mr. YU Shutian, Mr. ZHU Ping, Mr. ZHOU Bo and Mr. YANG Changyi; and the independent non-executive Directors are Mr. IP Shu Kwan Stephen, Mr. SHEK Lai Him Abraham, Madam ZENG Xuemin and Mr. NG Kam Wah Webster.