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**Beijing Jingneng Clean Energy Co., Limited**

**北京京能清潔能源電力股份有限公司**

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00579)

**INTERIM RESULTS ANNOUNCEMENT  
FOR THE SIX MONTHS ENDED 30 JUNE 2023**

**FINANCIAL HIGHLIGHTS**

- Revenue for the period ended 30 June 2023 ~~of~~ RMB10,549 million, increased by 4.82% as compared ~~to~~ the period ended June 2022.
- Profit before tax for the period ended 30 June 2023 ~~of~~ RMB2,593 million, increased by 14.63% as compared ~~to~~ the period ended June 2022.
- Profit attributable to the ordinary shareholders for the period ended 30 June 2023 ~~of~~ RMB2,055 million, increased by 14.87% as compared ~~to~~ the period ended June 2022.
- Basic diluted earnings per share for the period ended 30 June 2023 ~~of~~ RMB24.92 cents.

**RESULTS HIGHLIGHTS**

The Board (the Board) and the Directors of Beijing Jingneng Clean Energy Co., Limited (the Company) are pleased to announce the unaudited consolidated results for the Company for the six months ended 30 June 2023 (the Reporting Period), as set out in the Interim Financial Statement (the IFRS).

# UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2023

		For the six months ended 30 June	
	Notes	2023	2022
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Revenue	3	10,548,781	10,063,270
Operating expenses	4	596,149	492,999
Gain on disposal of subsidiaries		(4,751,054)	(4,546,272)
Decrease in fair value of investments		(1,914,175)	(1,795,077)
Provision for doubtful accounts		(533,172)	(486,662)
Realized gain on foreign exchange		(247,245)	(232,487)
Other income		(635,654)	(521,402)
Other gains	5	<u>70,200</u>	<u>(78,992)</u>
Profit before tax		3,133,830	2,895,377
Income tax expense	6	40,451	23,394
Finance expense	6	(635,709)	(752,986)
Shareholders' finance expense		59,612	101,437
Shareholders' finance income		<u>(5,023)</u>	<u>(5,091)</u>
Profit before tax		2,593,161	2,262,131
Income tax expense	7	<u>(432,041)</u>	<u>(381,694)</u>
Profit for the period	8	<u>2,161,120</u>	<u>1,880,437</u>
Profit for the period attributable to:			
Equity holders of the Company		2,054,907	1,788,903
Non-controlling interests		51,064	50,163
Non-controlling interests		<u>55,149</u>	<u>41,371</u>
		<u>2,161,120</u>	<u>1,880,437</u>
Exchange rate			
Basic added (RMB cents)	10	<u>24.92</u>	<u>21.70</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

*For the six months ended 30 June 2023*

		For the six months ended 30 June	
	Note	2023	2022
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Profit before income tax	8	<u>2,161,120</u>	<u>1,880,437</u>
Other comprehensive income			
Items that have been reclassified from profit or loss			
Exchange difference on translation of financial statements		116,799	(33,000)
Available for sale:			
(Loss)/gain		(9,528)	49,235
Reclassification of financial assets		4,707	4,432
Income tax expense on available for sale		<u>1,446</u>	<u>(16,100)</u>
		<u>113,424</u>	<u>4,567</u>
Other comprehensive income, net of tax		<u>113,424</u>	<u>4,567</u>
Total comprehensive income		<u>2,274,544</u>	<u>1,885,004</u>
Total comprehensive income attributable to:			
Equity holders of the Company		2,168,331	1,793,470
Minority interest		51,064	50,163
Non-controlling interest		<u>55,149</u>	<u>41,371</u>
		<u>2,274,544</u>	<u>1,885,004</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2023

	As at 30 June 2023 RMB'000 (Unaudited)	As at 31 December 2022 RMB'000 (Revised)
<b>Non-current Assets</b>		
Property, plant and equipment	57,492,856	55,938,722
Right-of-use asset	1,773,375	1,455,903
Intangible assets	4,715,710	4,657,861
Goodwill	114,134	114,134
Financial assets at fair value	804,667	1,191,746
Investment in associates	1,538,404	1,569,542
Land use rights	40,000	105,000
Investment in subsidiaries	56,666	61,689
Land use rights	70,000	70,000
Loans receivable	22,927	45,852
Deferred tax asset	227,660	262,870
Financial assets at fair value through other comprehensive income (FVTOCI)	92,637	92,637
Value-added tax receivable	1,130,126	1,143,492
Deferred acquisition consideration, net of liabilities	2,316,405	1,731,928
Revised balance	87,515	89,878
Deferred tax liability	48,565	57,059
Other receivables	705,549	836,054
	<u>71,237,196</u>	<u>69,424,367</u>
<b>Current Assets</b>		
Inventory	123,428	97,280
Financial assets at fair value	381,539	378,120
Loans receivable	45,853	45,853
Trade and bills receivable	11,134,658,879	11,027,087
Other receivables, deposits and advances	600,940	526,636
Contract assets	4,101	9,308
Amounts defined as cash equivalents	172,632	153,687
Value-added tax receivable	695,709	639,350
Financial assets at fair value through profit or loss (FVTPL)	243,048	231,742
Revised balance	30,692	419
Contract liabilities	5,726,632	5,466,388
	<u>21,490,453</u>	<u>18,575,870</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

	Note	As at 30 June 2023 RMB'000 (Unaudited)	As at 31 December 2022 RMB'000 (Revised)
<b>Current Liabilities</b>			
Trade and other payables	12	6,663,074	6,974,153
Accounts payable		874,920	205,669
Bank and other deposits		9,360,789	12,074,562
Short-term financial liabilities		7,051,638	5,538,424
Medium-term notes		58,066	1,605,153
Contract liabilities		13,837	421,169
Contract liabilities		49,378	139,148
Lease liabilities		84,401	60,831
Income tax payable		122,355	304,349
Deferred income		49,135	38,271
		<u>24,327,593</u>	<u>27,361,729</u>
<b>Non-current Liabilities</b>		<u>2,837,140</u>	<u>8,785,859</u>
<b>Total Assets, Current Liabilities</b>		<u>68,400,056</u>	<u>60,638,508</u>
<b>Non-current Liabilities</b>			
Deferred contract liabilities		79,810	105,836
Bank and other deposits		26,611,403	21,653,219
Medium-term notes		6,492,406	4,494,291
Contract liabilities		599,785	599,785
Contract liabilities		40,788	5,777
Deferred contract liabilities		335,334	338,780
Deferred income		319,221	331,215
Lease liabilities		773,612	679,706
Other contract liabilities		5,102	7,678
		<u>35,257,461</u>	<u>28,216,287</u>
<b>Total Assets</b>		<u>33,142,595</u>	<u>32,422,221</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*As at 30 June 2023*

	As at 30 June 2023 RMB'000 (Unaudited)	As at 31 December 2022 RMB'000 (Revised)
<b>Capital and Reserves</b>		
Share capital	8,244,508	8,244,508
Reserves	<u>21,515,157</u>	<u>20,345,423</u>
Equity attributable to owners of the Company	<b>29,759,665</b>	28,589,931
Non-current financial assets	<b>850,516</b>	804,328
Prepaid expenses	<u>2,532,414</u>	<u>3,027,962</u>
<b>Total Equity</b>	<b><u>33,142,595</u></b>	<b><u>32,422,221</u></b>

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2023 (Unaudited)

## 1. GENERAL AND BASIS OF PRESENTATION

The condensed consolidated financial statements of the Group (the "Group") are presented in Renminbi Yuan ("RMB") and are expressed in RMB2,837,140,000 as at 30 June 2023. The Group is a limited liability company, incorporated in the People's Republic of China. The Group is a public company listed on the Shanghai Stock Exchange. The Group's principal activities are the provision of financial services, including asset management, securities investment, and insurance. The Group is a subsidiary of the parent company, which is a public company listed on the Shanghai Stock Exchange.

The condensed consolidated financial statements are prepared according to the International Accounting Standards ("IAS") 34 Interim Financial Reporting, issued by the International Accounting Standards Board ("IASB"), and the Accounting Standards for Business Enterprises ("ASBE") issued by the Ministry of Finance of the People's Republic of China ("MOF") in 2006, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2014, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2017, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2018, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2019, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2020, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2021, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2022, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2023.

The condensed consolidated financial statements are presented in Renminbi Yuan ("RMB"), which is the functional currency of the Group.

## 2. BASIS OF PREPARATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated financial statements are prepared on the basis of the historical cost method, except for the financial instruments measured at fair value.

Other than additions, the condensed consolidated financial statements are prepared in accordance with the International Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and the Accounting Standards for Business Enterprises ("ASBE") issued by the Ministry of Finance of the People's Republic of China ("MOF") in 2006, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2014, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2017, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2018, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2019, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2020, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2021, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2022, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2023.

### Application of amended IFRS

In accordance with the Group's annual general meeting resolution, the Group has adopted the amended IFRS issued by the International Accounting Standards Board ("IASB") from 1 January 2023 forward. The Group's condensed consolidated financial statements for the period ended 30 June 2023 are prepared in accordance with the amended IFRS issued by the IASB from 1 January 2023 forward. The Group's condensed consolidated financial statements for the period ended 31 December 2022 are prepared in accordance with the IFRS issued by the IASB from 1 January 2022 forward.

IFRS 17 (issued in June 2020 and December 2021 Amendments) (IFRS 17)	Insurance Contracts
Amendments to IAS 8	Definition of Accounting Estimates
Amendments to IAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to IAS 12	Intangible Assets - Impairment of Intangible Assets

Except as described below, the condensed consolidated financial statements are prepared in accordance with the International Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and the Accounting Standards for Business Enterprises ("ASBE") issued by the Ministry of Finance of the People's Republic of China ("MOF") in 2006, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2014, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2017, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2018, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2019, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2020, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2021, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2022, and the Accounting Standards for Business Enterprises ("ASBE") issued by the MOF in 2023.



**2. BASIS OF PREPARATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Revised (Continued)

**b) Impacts and changes in accounting policies on application of Amendments to IAS 12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Continued)**

*Accounting policies (Continued)*

For each transaction, the Group has determined whether a liability is established, the Group has applied IAS 12 to determine whether a liability is established. The Group has determined a deferred tax liability is established for each liability. The Group has determined a deferred tax liability is established for each liability. The Group has determined a deferred tax liability is established for each liability.

*Transition and summary of effects*

As disclosed in the Group's financial statements for the year ended 31 December 2022, the Group has applied the IAS 12 amendments to determine whether a liability is established. The Group has determined a deferred tax liability is established for each liability. The Group has determined a deferred tax liability is established for each liability. The Group has determined a deferred tax liability is established for each liability.

(i) The Group has applied the amendments to determine whether a liability is established as at 1 January 2022;

(ii) The Group has, as at 1 January 2022, established a deferred tax liability (the deferred tax liability) for each liability (the deferred tax liability) as at 1 January 2022. The Group has determined a deferred tax liability is established for each liability. The Group has determined a deferred tax liability is established for each liability.

Consequently, the deferred tax liability is established.

### 3A. REVENUE

As at the end of the reporting period

	For the reporting period ended 30 June	
	2023	2022
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Reference to the consolidated financial statements	10,478,337	9,991,583
Lease	70,444	71,687
	<u>10,548,781</u>	<u>10,063,270</u>

(i) Disaggregation of revenue from contracts with customers

	For the reporting period ended 30 June 2023 (Unaudited)					
	Gains from operations	Wider products	Pharmaceutical products	Health products	Others	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Trade receivables						
Sales fees	5,226,854	2,516,287	1,499,874	125,035		9,368,050
Sales fees	1,109,765					1,109,765
Related lease revenue					522	522
Total fees	<u>6,336,619</u>	<u>2,516,287</u>	<u>1,499,874</u>	<u>125,035</u>	<u>522</u>	<u>10,478,337</u>
Trade receivables						
Accounts receivable	6,336,619	2,516,287	1,499,874	125,035		10,477,815
Others					522	522
General income						
Manufacturing	6,336,619	2,377,628	1,494,562	125,035	522	10,334,366
Others		138,659	5,312			143,971
Reference to the consolidated financial statements	<u>6,336,619</u>	<u>2,516,287</u>	<u>1,499,874</u>	<u>125,035</u>	<u>522</u>	<u>10,478,337</u>







Notes:

- (a) The net fair value of the equity instruments issued, determined at the end of the reporting period, is the fair value of the equity instruments issued, determined at the end of the reporting period. The fair value of the equity instruments issued, determined at the end of the reporting period, is the fair value of the equity instruments issued, determined at the end of the reporting period.
- (b) The Group has issued a 50% convertible preferred share. The fair value of the convertible preferred share is determined at the end of the reporting period. The fair value of the convertible preferred share is determined at the end of the reporting period. The fair value of the convertible preferred share is determined at the end of the reporting period.

5. OTHER GAINS AND LOSSES

	For the period ended 30 June	
	2023	2022
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Other gains and losses:		
Loss on disposal of subsidiaries	(858)	(2,570)
Net exchange (gain) loss	(6,004)	43,364
Gain (loss) on disposal of FVTPL	3,719	(54,298)
Other	73,343	(65,488)
	<u>70,200</u>	<u>(78,992)</u>

6. INTEREST INCOME/FINANCE COSTS

	For the period ended 30 June	
	2023	2022
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest income	<u>40,451</u>	<u>23,394</u>
Interest expense	688,575	811,802
Less: Amount capitalized:		
Interest expense on subsidiaries	<u>(52,866)</u>	<u>(58,816)</u>
Interest expense on other		
Total finance cost	<u>635,709</u>	<u>752,986</u>

7. INCOME TAX EXPENSE

截至2023年12月31日止期间  
 截至2022年12月31日止期间  
 2023 2022  
 RMB'000 RMB'000  
 (Unaudited) (Unaudited)

Current:		
PRC income tax	<u>405,150</u>	<u>358,496</u>
Deferred:		
Current	<u>26,891</u>	<u>23,198</u>
Income tax expense	<u><u>432,041</u></u>	<u><u>381,694</u></u>

PRC income tax is based on the taxable income calculated according to the PRC Income Tax Law and its implementing regulations. The PRC income tax expense for the period ended 30 June 2023 is as follows:

Under the PRC Enterprise Income Tax Law, the effective tax rate is determined based on the actual tax payable for the period ended 31 December 2030. The effective tax rate is determined based on the actual tax payable for the period ended 31 December 2030. A PRC income tax expense is determined based on the effective tax rate of 15%, and the effective tax rate is determined based on the effective tax rate of 50% for the period ended 31 December 2030. The effective tax rate is determined based on the actual tax payable for the period ended 31 December 2030.

Notes 15 and 16 of the HKIF Financial Statements have been made available to the HKIF.

Additional income tax is calculated at 30% for the period ended 30 June.

## 8. PROFIT FOR THE PERIOD

	For the period ended 30 June	
	2023	2022
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Profit before deduction of tax:		
Administrative expenses	724	1,296
Lease and other expenses	<u>24,795</u>	<u>29,202</u>
Depreciation and amortization:		
Depreciation of property, plant and equipment	1,719,275	1,602,201
Depreciation of intangible assets	36,802	35,998
Amortization of intangible assets	<u>158,098</u>	<u>156,878</u>
Total depreciation and amortization	<u>1,914,175</u>	<u>1,795,077</u>

## 9. DIVIDENDS

- (a) A dividend of RMB12.02 cents per share (a "dividend") was declared on 31 December 2022 and paid on 29 June 2023. The total dividend amount was RMB990,990,000 (2022: RMB990,990,000).
- (b) The Board declared a dividend of RMB12.02 cents per share on 30 June 2023 (2022: RMB12.02 cents per share).

## 10. EARNINGS PER SHARE

The calculation of basic earnings per share is based on the weighted average number of shares outstanding during the period. The weighted average number of shares outstanding for the period ended 30 June 2023 is 82,445,508 (2022: 82,445,508). The weighted average number of shares outstanding for the period ended 30 June 2022 is 82,445,508 (2022: 82,445,508).

Dividends are calculated based on the number of shares outstanding at the end of the period. The dividend amount for the period ended 30 June 2023 is RMB990,990,000 (2022: RMB990,990,000).



12. TRADE AND OTHER PAYABLES

	A a 30 June 2023 RMB'000 (Unaudited)	A a 31 December 2022 RMB'000 (Audited)
Trade payables	2,487,496	2,721,711
Payable for acquisition of property, plant and equipment	2,672,804	3,041,853
Receivable payables	441,806	380,316
Bank payables	86,000	86,000
Shareholder advances	102,225	111,154
Non-current payables	166,007	314,923
Others	706,736	318,196
	<u>6,663,074</u>	<u>6,974,153</u>

Trade payables consist of amounts due to suppliers for goods and services received. The Group's trade payables are denominated in Renminbi. As at June 30, 2023, the trade payables are denominated in Renminbi. The carrying amount of trade payables is measured at amortized cost. The Group's trade payables are due within one year. The Group's trade payables are not subject to any credit risk.

The following table shows the ageing analysis of the Group's trade payables as at the end of each reporting period:

	A a 30 June 2023 RMB'000 (Unaudited)	A a 31 December 2022 RMB'000 (Audited)
Within 30 days	1,096,043	1,560,221
31 - 365 days	1,102,432	1,099,866
1 - 2 years	261,687	54,174
2 - 3 years	40,010	10,165
Over 3 years	73,324	83,285
	<u>2,573,496</u>	<u>2,807,711</u>



## II. Budgetary Review for the Financial Year 2023

In the financial year 2023, the budgetary review of the Government, which is defined as the process of comparing the actual performance of the government with the budgetary targets, has been conducted. The budgetary review is a key tool for the government to ensure that it is spending money efficiently and effectively. The budgetary review is a key tool for the government to ensure that it is spending money efficiently and effectively. The budgetary review is a key tool for the government to ensure that it is spending money efficiently and effectively.

1. The Government has achieved a significant reduction in the deficit over the financial year 2023.







### *Photovoltaic Power Segment*

The operating profit margin decreased by 7.10% from RMB1,400.5 million for the year ended 2022 to RMB1,499.9 million for the year ended 2023, due to the decrease in the effective capacity of the photovoltaic power generation capacity added compared to the decrease in the effective capacity.

### *Hydropower Segment*

The operating profit margin decreased by 24.83% from RMB166.3 million for the year ended 2022 to RMB125.0 million for the year ended 2023, due to the decrease in the effective capacity of the hydropower generation.

### *Other Segment*

The operating profit margin decreased by 6.08% from RMB75.6 million for the year ended 2022 to RMB71.0 million for the year ended 2023, due to the decrease in the effective capacity of the other segment.

## **3. Other Income**

The operating profit margin decreased by 20.91% from RMB493.0 million for the year ended 2022 to RMB596.1 million for the year ended 2023, due to the decrease in the effective capacity of the other segment. The operating profit margin decreased by 6.08% from RMB75.6 million for the year ended 2022 to RMB71.0 million for the year ended 2023, due to the decrease in the effective capacity of the other segment.

## **4. Operating Expenses**

The operating profit margin decreased by 4.57% from RMB7,660.9 million for the year ended 2022 to RMB8,011.1 million for the year ended 2023, due to the decrease in the effective capacity of the other segment. The operating profit margin decreased by 6.08% from RMB75.6 million for the year ended 2022 to RMB71.0 million for the year ended 2023, due to the decrease in the effective capacity of the other segment.

### *Gas Consumption*

The operating profit margin decreased by 4.50% from RMB4,546.3 million for the year ended 2022 to RMB4,751.1 million for the year ended 2023, due to the decrease in the effective capacity of the other segment. The operating profit margin decreased by 6.08% from RMB75.6 million for the year ended 2022 to RMB71.0 million for the year ended 2023, due to the decrease in the effective capacity of the other segment.

### *Depreciation and Amortization Expense*

Depreciation and amortization expense decreased by 6.63% from RMB1,795.1 million for the year ended December 31, 2022 to RMB1,914.2 million for the year ended December 31, 2023, due to the decrease in depreciation and amortization expense on property, plant and equipment, and intangible assets.

### *Personnel Cost*

Personnel cost decreased by 9.55% from RMB486.7 million for the year ended December 31, 2022 to RMB533.2 million for the year ended December 31, 2023, due to the decrease in employee benefits, salaries, and wages, and the decrease in employee pension and medical insurance fees.

### *Repairs and Maintenance*

Repairs and maintenance expense decreased by 6.32% from RMB232.5 million for the year ended December 31, 2022 to RMB247.2 million for the year ended December 31, 2023.

### *Other Expenses*

Other expenses include (1) advertising fees; (2) consulting fees; (3) entertainment fees; (4) transportation fees; (5) telephone fees; (6) postage fees; and (7) other miscellaneous expenses.

Other expenses decreased by 21.93% from RMB521.3 million for the year ended December 31, 2022 to RMB635.6 million for the year ended December 31, 2023, due to the decrease in advertising fees, consulting fees, and other miscellaneous expenses.

### *Other Gains and Losses*

The Company recorded a gain of RMB70.2 million for the year ended December 31, 2023 and a loss of RMB79.0 million for the year ended December 31, 2022. Such gain and loss are attributable to the fair value change of the investment in CGN P&C, Ltd. (CGN) ended December 31, 2022 and recorded credit and debit adjustments to the investment in CGN, respectively, for the year ended December 31, 2022 and December 31, 2023.

## 5. Operating Profit

Operating profit decreased by 8.23% from RMB2,895.4 million for the year ended 2022 to RMB3,133.8 million for the year ended 2023.

### *Gas-fired Power and Heat Energy Generation Segment*

The operating profit for gas-fired power and heat energy generation decreased by 2.92% from RMB1,003.2 million for the year ended 2022 to RMB1,032.5 million for the year ended 2023.

### *Wind Power Segment*

The operating profit for wind power energy generation decreased by 14.74% from RMB1,317.8 million for the year ended 2022 to RMB1,512.1 million for the year ended 2023, due to the decrease in the average capacity factor of the wind power generation, the increase in the cost of the wind power generation, and the increase in the cost of the wind power generation.

### *Photovoltaic Power Segment*

The operating profit for photovoltaic energy generation decreased by 0.29% from RMB752.9 million for the year ended 2022 to RMB755.1 million for the year ended 2023.

### *Hydropower Segment*

The operating profit for hydropower energy generation decreased by 66.07% from RMB50.7 million for the year ended 2022 to RMB17.2 million for the year ended 2023, due to the decrease in the capacity factor of the hydropower generation.

### *Other Segment*

Other energy generation decreased from RMB229.2 million for the year ended 2022 to RMB183.1 million for the year ended 2023, due to the decrease in the capacity factor of the other energy generation, the decrease in the capacity factor of the other energy generation, and the decrease in the capacity factor of the other energy generation.

## 6. Finance Costs

Finance costs decreased by 15.58% from RMB753.0 million for the year ended 2022 to RMB635.7 million for the year ended 2023, due to the decrease in the finance costs, the decrease in the finance costs, and the decrease in the finance costs. The decrease in the finance costs was mainly due to the decrease in the finance costs of the other energy generation, the decrease in the finance costs of the other energy generation, and the decrease in the finance costs of the other energy generation.

## 7. Share of Results of Associates and Joint Ventures

Share of results of associates and joint ventures decreased from RMB96.3 million for the year ended 2022 to RMB54.6 million for the year ended 2023, mainly due to the decrease in the share of results of joint ventures. The share of results of joint ventures decreased from RMB41.2 million for the year ended 2022 to RMB22.5 million for the year ended 2023.

## 8. Profit before Taxation

Profit before taxation decreased by 14.64% from RMB2,262.1 million for the year ended 2022 to RMB2,593.2 million for the year ended 2023.

## 9. Income Tax Expense

Income tax expense decreased by 13.18% from RMB381.7 million for the year ended 2022 to RMB432.0 million for the year ended 2023.

## 10. Profit for the Period

Profit for the period decreased by 14.93% from RMB1,880.4 million for the year ended 2022 to RMB2,161.1 million for the year ended 2023.

## 11. Profit for the Period Available to Equity Holders of the Company

Profit for the period attributable to equity holders of the Company decreased by 14.87% from RMB1,788.9 million for the year ended 2022 to RMB2,054.9 million for the year ended 2023.

# IV. Financial Position

## 1. Overview

As of 30 June 2023, the company's total assets were RMB92,727.7 million, total liabilities were RMB59,585.1 million, and total equity was RMB33,142.6 million, an increase of RMB2,054.9 million from the corresponding period of 2022.

## 2. **Particulars of Assets and Liabilities**

The amount decreased by 5.37% from RMB88,000.2 million to RMB82,622.8 million as at 31 December 2022 from RMB92,727.7 million as at 30 June 2023, due to the decrease in the amount of bank deposits and accounts receivable. The amount increased by 7.21% from RMB55,578.0 million to RMB59,585.1 million as at 30 June 2023, due to the decrease in the amount of cash and deposits, and the increase in the amount of debt payable. The amount decreased by 2.22% from RMB32,422.2 million to RMB31,442.6 million as at 30 June 2023. The amount increased by 4.09% from RMB28,589.9 million to RMB29,759.7 million as at 30 June 2023, due to the increase in the amount of deferred income tax assets.

## 3. **Leases**

As at 30 June 2023, the amount of right-of-use assets was RMB21,490.5 million, of which the amount of right-of-use assets for operating leases was RMB13,465.9 million (including the amount of right-of-use assets for operating leases that are classified as short-term leases), the amount of right-of-use assets for finance leases was RMB7,024.6 million, and the amount of right-of-use assets for short-term leases was RMB1,870.6 million (including the amount of right-of-use assets for short-term leases that are classified as short-term leases).

The amount of right-of-use assets was RMB24,327.6 million, of which the amount of right-of-use assets for operating leases was RMB9,360.8 million, the amount of right-of-use assets for finance leases was RMB14,966.8 million, and the amount of right-of-use assets for short-term leases was RMB6,663.1 million (including the amount of right-of-use assets for short-term leases that are classified as short-term leases). The amount of right-of-use assets for operating leases was RMB1,180.2 million, including the amount of right-of-use assets for operating leases that are classified as short-term leases.

The amount of right-of-use assets decreased by 67.71% from RMB8,785.9 million as at 31 December 2022 to RMB2,837.1 million as at 30 June 2023.

## 4. **Net Financial Assets**

The net financial assets, calculated as the difference between the amount of financial assets and the amount of financial liabilities, decreased by 1.5% from RMB55.79% as at 31 December 2022 to RMB54.29% as at 30 June 2023.

The net financial assets decreased by 8.19% from RMB46,386.6 million as at 31 December 2022 to RMB42,759.9 million as at 30 June 2023, due to the increase in the amount of right-of-use assets for operating leases and the decrease in the amount of right-of-use assets for finance leases. The amount of right-of-use assets for operating leases was RMB9,360.8 million, the amount of right-of-use assets for finance leases was RMB14,966.8 million, and the amount of right-of-use assets for short-term leases was RMB6,663.1 million. The amount of right-of-use assets for operating leases was RMB1,180.2 million, including the amount of right-of-use assets for operating leases that are classified as short-term leases.

Ba de ... a d ca ... e d b ... e G ... c ea ed b 4.76% f n RMB5,466.4 n ...  
a a 31 Decen be 2022 RMB5,726.6 n ... a a 30 Jr e 2023.

## V. O he, Sig ifica E e ,s

### 1. Fi a ci g

O 13 Feb, a 2023, e G , c n, eed e , r a ce f e f ... a ce RMB1,500 n ...  
269-da , r a- ... -e n f a c i t debe , e f 2023 a a ... e e a e f 2.36%;

O 17 A ... 2023, e G , c n, eed e , r a ce f e ec d a ce RMB2,000 n ...  
178-da , r a- ... -e n f a c i t debe , e f 2023 a a ... e e a e f 2.29%;

O 14 Jr e 2023, e G , c n, eed e , r a ce f e d a ce RMB1,500 n ...  
176-da , r a- ... -e n f a c i t debe , e f 2023 a a ... e e a e f 1.92%;

O 11 A ... 2023, e G , c n, eed e , r a ce f e f ... a ce RMB1,000 n ...  
n ed, n -e n e f 2023, ~~☒~~ a e d f 2+N ea a da a ... e e a e f 3.20%;

O 4 Ma 2023, e G , c n, eed e , r a ce f e ec d a ce RMB2,000 n ...  
n ed, n -e n e f 2023, ~~☒~~ a e d f 5 ea a da a ... e e a e f 3.22%.

### 2. Capia E p e di e

I e f ... a f f 2023, e G , ' ca a e e d , e a n , e d RMB2,537.2 n ... ,  
c d t RMB138.5 n ... c d e f c ... r c ... e c ... e a -f e d. ~~☒~~ a d  
ea e e t t e e a ... e t n e , RMB1,402.5 n ... c d e f c ... r c ... e c  
... e ~~☒~~ d. ~~☒~~ e t n e , RMB941.5 n ... c d e f c ... r c ... e c ... e  
... a c. ~~☒~~ e t n e a d RMB54.7 n ... c d e f ... e c ... r c ... f e e t  
... a t e ... e c .

### 3. Ac i i i i a d E ,s ab i , h e of S b , i d i a -ie ,s

Acc d t ... e d e e n e ... a f e G , , e f ... a f f 2023, e G , ac , e d  
X an e Ya ~~☒~~ a t C ea E e t C ., L d.(廈門陽萬丈清潔能源有限公司), G a t d t  
A c e t Ne ~~☒~~ E e t C ., L d.(廣東安晟新能源有限公司), J a ... Ha f e t G ee E e t  
Tec ... t C ., L d.(監利縣浩豐綠色能源科技有限公司) a d U , n ... X e G a t e e t  
P ~~☒~~ Tec ... t C ., L d.(烏魯木齊鑫禾光晟電力科技有限公司), ~~☒~~ c a e e t a e d  
... e c ... r c ... f ... a c. ~~☒~~ t e e a ... e c ; ac , e d N t a Ze , a Ne ~~☒~~  
E e t C ., L d.(寧夏澤華新能源有限公司), ~~☒~~ c ... e t a e d ... e c ... r c ... f ~~☒~~ d  
~~☒~~ e c ; ac , e d a e , ... e e e d b He t f e t C , J t e t P ~~☒~~ C .,  
L d.(橫峰縣晶能電力有限公司) (a n ... a e d e) . S , a t J t e , P ... a c  
P ~~☒~~ C ., L d. ( Sh ~~☒~~ a g ), a d a e , ... e e e d b He t f e t C , J t a  
P ~~☒~~ C ., L d.(橫峰縣晶泰電力有限公司) (a n ... a e d e) . Ha t J t e t  
Ne ~~☒~~ E e t P ~~☒~~ C ., L d. (

In 2023, the Group established Jingneng Laiyuan Clean Energy Co., Ltd. (京能涞源清潔能源有限公司), Jingneng Laping Clean Energy Co., Ltd. (京能灤平清潔能源有限公司), Zhang Beijing Nenglong Clean Energy Co., Ltd. (張北京能昊龍清潔能源有限公司), Nanning Jingneng Clean Energy Co., Ltd. (南寧京能清潔能源有限公司) and Huarong Jingneng New Energy Co., Ltd. (化州京智新能源有限公司), which are incorporated in the Cayman Islands, the British Virgin Islands, the Republic of China, the People's Republic of China, and the State of New Jersey, respectively. The Group also established the wholly-owned subsidiaries, Shaoyuan Jingneng Clean Energy Co., Ltd. (汕頭京能清潔能源有限公司), which is incorporated in the People's Republic of China, and Beijing Jingneng Comprehensive Energy Co., Ltd. (北京京能綜合能源有限公司), which is incorporated in the People's Republic of China.

#### 4. Contingent Liabilities

As of 30 June 2023, the Group had no contingent liabilities.

#### 5. Mortgage of Assets

As of 30 June 2023, the Group's bank borrowings are secured by RMB118.2 million, accounts receivable of RMB2,017.7 million and fixed assets of RMB293.9 million; fixed assets of RMB2,610.2 million; equipment, including the Rongwe World Fan Plant Ltd. and Guole Shiping Ltd., which are pledged to Nantong Ailaoba, and equipment, including the Nantong Baobei New Energy Co., Ltd. and Nantong Kaifeng New Energy Co., Ltd., which are pledged to Nantong Deheng Baobei Co., Ltd.

#### 6. Significant Events after the Reporting Period

The Group had no significant events after the Reporting Period.

#### 7. Share Option Scheme

As at 30 June 2023, the Company did not have any share options.

#### 8. Foreign Exchange and Exchange Rate Risk

The business of the Group is mainly conducted in Mainland China, which is conducted in the local currency, RMB.

The Group's annual sales are denominated in various foreign currencies (including the denominated AUD, HK dollar, US dollar, Euro, and the British Hong Kong dollar and AUD). Certain RMB exchange rates are sensitive to exchange rate fluctuations of the Group's foreign currencies-denominated business.

The Group's exchange rate risk is mainly caused by the exchange rate fluctuations of the RMB against the local currencies. The exchange rate fluctuations may affect the Group's operating results.



### 3. **Capital Structure and Dividend Policy**

In the period of 2023, the Company has not declared any dividends. The Company's policy is to retain all earnings for the purpose of expanding its business and to meet the financial requirements of the Company. The Board of Directors may, at its discretion, declare dividends to the shareholders of the Company. The Company's dividend policy is to pay dividends to the shareholders of the Company in accordance with the provisions of the Companies Act, 2013 and the Memorandum of Association and Articles of Association of the Company. The Company has not declared any dividends for the period of 2023.

### **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY**

No purchase, sale or redemption of listed securities of the Company has been undertaken during the period ended 30 June 2023.

### **INTERIM DIVIDEND**

The Board has not declared any interim dividends for the period ended 30 June 2023.

### **COMPLIANCE WITH CORPORATE GOVERNANCE CODE**

A copy of the Corporate Governance Code of the Company is available on the website of the Company ([www.ksl.com.sg](http://www.ksl.com.sg)). The Company has complied with the Corporate Governance Code of the Company for the period ended 30 June 2023.

### **COMPLIANCE WITH CODE FOR SECURITIES TRANSACTIONS**

The Company has adopted the Model Code for Securities Transactions for Directors and Officers (the **Model Code**) of the Listing Rules of the Exchange Listing Rules of the Company (the **SEI**). Upon the effective date of the Model Code, the Company has adopted the Model Code for the period ended 30 June 2023.

### **AUDIT COMMITTEE**

The audit committee of the Company has been established in accordance with the provisions of the Companies Act, 2013 and the Memorandum of Association and Articles of Association of the Company for the period ended 30 June 2023. The audit committee has been established in accordance with the provisions of the IFRS.

## PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

The announcement, published on the HKEX website before the closing of the 2023 interim financial results, and the interim financial results and interim report, will be published on the website of the Company and the Exchange before the closing of the 2023 interim financial results. The interim financial results and interim report will be published on the website of the Company and the Exchange before the closing of the 2023 interim financial results.

Beijing Jigong Chemical Engineering Co., Limited  
Zhang Fengyang  
Chairman

Beijing, PRC  
29 April 2023

*As at the date of this announcement, the executive Directors of the Company are Mr. Zhang Fengyang, Mr. Chen Dayu, Mr. Zhang Wei and Mr. Li Minghui; the non-executive Directors are Mr. Zhou Jianyu, Mr. Song Zhiyong and Ms. Zhang Yi; the independent non-executive Directors are Ms. Zhao Jie, Mr. Wang Hongxin, Mr. Qin Haiyan and Ms. Hu Zhiying.*