

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

YEAR ENDED 31 DECEMBER 2020

	Notes	2020 RMB'000	2019 RMB'000
REVENUE	5	7,648,587	6,329,928
Cost of sales		<u>(4,033,416)</u>	<u>(4,039,965)</u>
Gross profit		3,615,171	2,289,963
Other income and gains	5	806,759	497,525
Selling and distribution expenses		(45,026)	(55,782)
Administrative expenses		(1,209,386)	(955,612)
Impairment losses on financial assets		(309,784)	(27,512)
Other expenses	6	(843,466)	(442,900)
Finance costs	7	(699,444)	(662,180)
Share of profits and losses of:			
– Associates		18,918	7,453
– Joint ventures		3,679	(55,268)
PROFIT BEFORE TAX	8	1,337,421	595,687
Income tax expense	10	<u>(102,623)</u>	<u>(157,452)</u>
PROFIT FOR THE YEAR		<u>1,234,798</u>	<u>438,235</u>
Attributable to:			
Owners of the parent		1,052,163	479,270
Non-controlling interests		<u>182,635</u>	<u>(41,035)</u>
		<u>1,234,798</u>	<u>438,235</u>
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
Basic and diluted			
– For profit for the year (RMB)	12	<u>0.32</u>	<u>0.15</u>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 31 DECEMBER 2020

	2020 RMB'000	2019 RMB'000
PROFIT FOR THE YEAR	<u>1,234,798</u>	<u>438,235</u>
OTHER COMPREHENSIVE (LOSS)/INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	<u>(62,010)</u>	<u>35,245</u>
Net other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods	<u>(62,010)</u>	<u>35,245</u>
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:		
Remeasurement of post-employment benefit obligations	(1,018)	2,608
Income tax effect	254	(652)
Changes in fair value of equity investments at fair value through other comprehensive income	<u>200</u>	<u>–</u>
Net other comprehensive (loss)/income that will not be reclassified to profit or loss in subsequent periods	<u>(564)</u>	<u>1,956</u>
OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR, NET OF TAX	<u>(62,574)</u>	<u>37,201</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>1,172,224</u>	<u>475,436</u>
Attributable to:		
Owners of the parent	989,601	517,277
Non-controlling interests	<u>182,623</u>	<u>(41,841)</u>
	<u>1,172,224</u>	<u>475,436</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

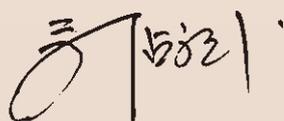
31 DECEMBER 2020

	Notes	31 December 2020 RMB'000	31 December 2019 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	13	15,209,375	14,988,626
Right-of-use assets	14	773,760	768,088
Goodwill	15	609,525	666,179
Other intangible assets	16	9,494,465	9,603,768
Investments in joint ventures	17	56,200	173,954
Investments in associates	18	716,214	718,584
Financial assets measured at amortised cost	19	626,083	400,994
Deferred tax assets	20	255,493	163,052
Loans receivable	21	248,625	252,525
Long-term deposits	22	15,802	22,312
Term deposits	28	200,000	–
Other long-term assets	23	506,025	496,281
Total non-current assets		<u>28,711,567</u>	<u>28,254,363</u>
CURRENT ASSETS			
Inventories	24	5,125,690	4,310,373
Trade and notes receivables	25	283,320	142,447
Prepayments, other receivables and other assets	26	556,570	591,874
Financial assets at fair value through profit or loss	27	1,020,883	554,642
Pledged deposits	28	375,465	278,303
Loans receivable	21	1,775,653	2,611,471
Cash and cash equivalents	28	1,840,469	3,508,307
Total current assets		<u>10,978,050</u>	<u>11,997,417</u>
CURRENT LIABILITIES			
Trade and notes payables	29	508,179	368,166
Other payables and accruals	30	2,004,055	1,770,923
Derivative financial instruments	31	41,266	–
Interest-bearing bank and other borrowings	32	8,444,969	8,386,684
Corporate bonds	33	3,448,895	508,629
Tax payable		126,709	108,189
Provisions	35	7,887	9,616
Deposits from customers	36	1,729,782	1,223,619
Current portion of other long-term liabilities	37	205,990	159,368
Total current liabilities		<u>16,517,732</u>	<u>12,535,194</u>
NET CURRENT LIABILITIES		<u>(5,539,682)</u>	<u>(537,777)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>23,171,885</u>	<u>27,716,586</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2020

	<i>Notes</i>	31 December 2020 RMB'000	31 December 2019 RMB'000
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings	32	734,140	388,490
Corporate bonds	33	4,780,379	9,170,130
Lease liabilities	14	30,153	41,085
Deferred tax liabilities	20	331,020	361,400
Deferred income	34	195,093	250,505
Provisions	35	44,129	50,506
Other long-term liabilities	37	-	91,612
		<hr/>	<hr/>
Total non-current liabilities		6,114,914	10,353,728
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Net assets		17,056,971	17,362,858
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EQUITY			
Equity attributable to owners of the parent			
Share capital	38	3,270,393	3,270,393
Perpetual capital instruments	39	1,527,022	2,664,600
Reserves	40	8,755,409	8,014,594
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		13,552,824	13,949,587
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Non-controlling interests		3,504,147	3,413,271
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Total equity		17,056,971	17,362,858
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Weng Zhanbin
Director



Dong Xin
Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

YEAR ENDED 31 DECEMBER 2020

	Attributable to owners of the parent										Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000 (note 38)	Perpetual capital instruments RMB'000 (note 39)	Capital reserve* RMB'000 (note 40)	Special reserve – safety fund* RMB'000	Statutory and distributable reserve* RMB'000 (note 40)	Exchange fluctuation reserve* RMB'000	Retained profits* RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000		
At 1 January 2020	3,270,393	2,664,600	2,618,648	36,373	1,102,469	26,955	4,230,149	13,949,587	3,413,271	17,362,858		
Profit for the year	-	-	-	-	-	-	1,052,163	1,052,163	182,635	1,234,798		
Other comprehensive (loss)/income for the year:												
Exchange differences related to foreign operations	-	-	-	-	-	(61,998)	-	(61,998)	(12)	(62,010)		
Changes in fair value of equity investments at fair value through other comprehensive income	-	-	200	-	-	-	-	200	-	200		
net of tax	-	-	(764)	-	-	-	-	(764)	-	(764)		
Remeasurements of post-employment benefit obligations, net of tax	-	-	-	-	-	-	-	-	-	-		
Total comprehensive income for the year	-	-	(564)	-	-	(61,998)	1,052,163	989,601	182,623	1,172,224		
Dividends paid to non-controlling shareholders	-	-	(13,339)	-	-	-	-	(13,339)	(80,176)	(80,176)		
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	(13,571)	(26,910)		
Transfer to reserves	-	-	-	-	82,821	-	(82,821)	-	-	-		
Transfer to Retained earnings	-	-	21,746	-	-	-	(21,746)	-	-	-		
Safety production cost	-	-	-	2,719	-	-	(2,719)	-	-	-		
Accrued distribution of perpetual capital instruments	-	104,631	-	-	-	-	(104,631)	-	-	-		
Distribution of perpetual capital instruments paid	-	(139,851)	-	-	-	-	-	(139,851)	-	(139,851)		
Redemption of perpetual capital instruments paid	-	(2,100,000)	-	-	-	-	-	(2,100,000)	-	(2,100,000)		
Issue of perpetual capital instruments	-	997,642	-	-	997,642	-	997,642	-	-	2,000		
Establishment of a subsidiary	-	-	-	-	-	-	-	-	2,000	2,000		
Final 2019 dividend declare and paid	-	-	-	-	-	-	(130,816)	(130,816)	-	(130,816)		
At 31 December 2020	3,270,393	1,527,022	2,626,491	39,092	1,185,290	(35,043)	4,939,579	13,552,824	3,504,147	17,056,971		

* These reserve accounts comprise the consolidated reserves of RMB8,755,409,000 (31 December 2019: RMB8,014,594,000) in the consolidated statement of financial position.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

YEAR ENDED 31 DECEMBER 2020

	Attributable to owners of the parent							Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000 (note 38)	Perpetual capital instruments RMB'000 (note 39)	Capital reserve* RMB'000 (note 40)	Special reserve – safety fund* RMB'000	Statutory and distributable reserve* RMB'000 (note 40)	Exchange fluctuation reserve* RMB'000	Retained profits* RMB'000		
At 31 December 2018	3,220,696	2,664,600	2,264,755	26,433	1,028,595	(9,096)	4,102,494	3,509,088	16,807,565
Effect of adoption of HKFRS 16	-	-	-	-	-	-	(3,082)	-	(3,082)
At 1 January 2019 (restated)	3,220,696	2,664,600	2,264,755	26,433	1,028,595	(9,096)	4,099,412	3,509,088	16,804,483
Profit for the year	-	-	-	-	-	-	479,270	(41,035)	438,235
Other comprehensive income/(loss) for the year:									
Exchange differences related to foreign operations	-	-	-	-	-	36,051	-	(806)	35,245
Remeasurements of post-employment benefit obligations, net of tax	-	-	1,956	-	-	-	-	-	1,956
Total comprehensive income for the year	-	-	1,956	-	-	36,051	479,270	(41,841)	475,436
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	(99,682)	(99,682)
Issue of shares	49,697	-	352,352	-	-	-	-	-	402,049
Acquisition of non-controlling interests	-	-	(2,415)	-	-	-	(1,323)	-	(3,738)
Transfer to reserves	-	-	-	-	73,874	-	(73,874)	-	-
Transfer to retained earnings	-	-	2,000	-	-	-	(2,000)	-	-
Disposal of subsidiaries	-	-	-	-	-	-	-	2,745	2,745
Safety production cost	-	-	-	2,658	-	-	(2,658)	-	-
Accrued distribution of perpetual capital instruments	-	139,850	-	-	-	-	(139,850)	-	-
Distribution of perpetual capital instruments paid	-	(139,850)	-	-	-	-	-	-	(139,850)
Establishment of a subsidiary	-	-	-	-	-	-	-	3,150	3,150
Acquisition of subsidiaries (note 40)	-	-	-	7,282	-	-	-	67,197	74,479
Final 2018 dividend declared and paid	-	-	-	-	-	-	(128,828)	-	(128,828)
At 31 December 2019	3,270,393	2,664,600	2,618,648*	36,373*	1,102,469*	26,955*	4,230,149*	3,413,271	17,362,858

* These reserve accounts comprise the consolidated reserves of RMB8,014,594,000 (31 December 2018: RMB7,413,181,000) in the consolidated statement of financial position.

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2020

	Notes	2020 RMB'000	2019 RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		1,337,421	595,687
Adjustments for:			
Finance costs	7	699,444	662,180
Share of profits of associates		(18,918)	(7,453)
Share of profits of joint ventures		(3,679)	55,268
Interest income from loans receivable		(10,087)	(16,404)
Net (gain)/loss on disposal or write-off of items of property, plant and equipment, other intangible assets, and other long-term assets	8	(15,053)	4,471
Loss on disposal of subsidiaries		1,055	2,745
Fair value gains, net:			
– Equity investments at fair value through profit or loss	8	(24,070)	(77,434)
Gain on settlement of gold leasing business	8	–	(18,151)
Gain on bargain purchase	8	–	(233)
Gain on disposal of financial assets at fair value through profit or loss	8	(297,208)	(61,990)
Gain on derecognition of financial assets at amortised cost	8	(2,110)	(1,497)
Loss on settlement of commodity derivative contracts	8	9,765	121,003
Exchange gains on corporate bond	8	(134,659)	–
Depreciation of property, plant and equipment	8	928,386	862,141
Amortisation of other intangible assets	8	112,561	116,354
Depreciation of right-of-use assets	8	37,168	42,461
Amortisation of long-term prepaid expenses		5,227	6,910
Provision for impairment of receivables	8	27,363	5,283
Impairment loss on loans receivable	8	282,420	22,230
Impairment loss/(reversal of impairment loss) on inventories	8	559	(8,650)
Impairment loss on non-current assets	8	658,150	182,844
		3,593,735	2,487,765
Decrease in long-term deposits		6,510	50,570
Increase in inventories		(815,876)	(37,970)
(Increase)/decrease in trade and notes receivables		(135,914)	157,113
Decrease in prepayments and other receivables		33,765	80,769
(Increase)/decrease in pledged deposits		(97,162)	74,453
Decrease/(increase) in loans receivable		643,895	(714,395)
Increase/(decrease) in trade and notes payables		140,013	(283,001)
Increase/(decrease) in other payables and accruals		31,302	(34,385)
Increase in deposits from customers		506,163	221,604
Decrease in deferred income		(55,412)	(54,895)
Decrease in provisions		(10,606)	(12,711)

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2020

	2020	2019
	RMB'000	RMB'000
CASH GENERATED FROM OPERATIONS	3,840,413	1,934,917
Income taxes paid	(206,670)	(155,292)
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NET CASH FLOWS FROM OPERATING ACTIVITIES	3,633,743	1,779,625
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CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	438	4,059
Dividend received from a joint venture	6,713	11,941
Purchases of items of property, plant and equipment	(1,275,156)	(1,404,029)
Proceeds from disposal of items of property, plant and equipment	57,330	3,018
Proceeds from disposal of equity investments designated at fair value through other comprehensive income	200	-
Increase in right-of-use assets	(42,354)	(23,754)
Increase in other intangible assets	(107,143)	(379,608)
Acquisition of subsidiaries	-	(6,755)
Disposal of subsidiaries	(1,057)	-
Capital increase of an associate	(30,580)	-
Capital increase of a joint venture	(1,000)	-
Acquisition of joint ventures	-	(52,000)
Acquisition of associates	-	(13,095)
Disposal of a joint venture	92,433	-
Disposal of an associate	4,091	-
Loss from commodity derivative contracts	(9,765)	(121,003)
Deposits (paid)/received for commodity derivative contracts	(18,744)	56,057
Net proceeds (to)/from acquisition and disposal of equity investments at fair value through profit or loss	(103,697)	182,789
Payment for investments in financial assets measured at amortised cost	(222,979)	(157,744)
Increase in long-term prepaid expenses	(15,011)	(2,003)
Decrease in loans receivable	20,000	61,000
Increase in term deposits with original maturity of more than one year	(200,000)	-
Increase in loans receivable	(89,674)	(370,650)
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NET CASH FLOWS USED IN INVESTING ACTIVITIES	(1,935,955)	(2,211,777)
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CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2020

	Notes	2020 RMB'000	2019 RMB'000
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank and other borrowings		20,554,994	14,386,969
Issuance of a corporate bond, net of issuance expense		–	3,508,710
Issue of perpetual capital instruments		997,642	–
Redemption of perpetual capital instruments paid		(2,100,000)	–
Repayment of corporate bonds		(1,322,994)	–
Repayment of bank and other borrowings		(20,151,059)	(14,210,965)
Capital contribution from non-controlling shareholders		2,000	3,150
Dividends paid		(295,106)	(180,425)
Principal portion of lease payments		(14,458)	(22,967)
Receipts from gold leasing business		–	18,151
Distribution paid for perpetual capital instruments		(139,851)	(139,850)
Interest paid		(803,790)	(584,777)
		<u>(3,272,622)</u>	<u>2,777,996</u>
NET CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES			
		<u>(3,272,622)</u>	<u>2,777,996</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS			
		(1,574,834)	2,345,844
Cash and cash equivalents at beginning of year		3,508,307	1,143,299
Effects of foreign exchange rate changes, net		(93,004)	19,164
		<u>1,840,469</u>	<u>3,508,307</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR			
		<u>1,840,469</u>	<u>3,508,307</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	28	1,777,469	3,148,220
Non-pledged time deposits		63,000	360,087
		<u>1,840,469</u>	<u>3,508,307</u>
Cash and cash equivalents as stated in the consolidated statement of cash flows	28	<u>1,840,469</u>	<u>3,508,307</u>