

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

YEAR ENDED 31 DECEMBER 2021

	Notes	2021 RMB'000	2020 RMB'000
REVENUE	5	6,859,446	7,648,587
Cost of sales		<u>(4,167,369)</u>	<u>(4,033,416)</u>
Gross profit		2,692,077	3,615,171
Other income and gains	5	557,978	806,759
Selling and distribution expenses		(31,460)	(45,026)
Administrative expenses		(1,495,844)	(1,209,386)
Impairment losses on financial assets		(79,835)	(309,784)
Other expenses	6	(753,464)	(843,466)
Finance costs	7	(607,867)	(699,444)
Share of profits and losses of:			
– Associates		25	18,918
– Joint ventures		73	3,679
PROFIT BEFORE TAX	8	281,683	1,337,421
Income tax expense	10	<u>(90,650)</u>	<u>(102,623)</u>
PROFIT FOR THE YEAR		<u>191,033</u>	<u>1,234,798</u>
Attributable to:			
Owners of the parent		33,697	1,052,163
Non-controlling interests		<u>157,336</u>	<u>182,635</u>
		<u>191,033</u>	<u>1,234,798</u>
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
Basic and diluted			
– For profit for the year (RMB)	12	<u>0.01</u>	<u>0.32</u>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 31 DECEMBER 2021

	2021 RMB'000	2020 RMB'000
PROFIT FOR THE YEAR	<u>191,033</u>	<u>1,234,798</u>
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	<u>(25,661)</u>	<u>(62,010)</u>
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods	<u>(25,661)</u>	<u>(62,010)</u>
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:		
Remeasurement of post-employment benefit obligations	(2,131)	(1,018)
Income tax effect	483	254
Equity investments designated at fair value through other comprehensive income	<u>-</u>	<u>200</u>
Net other comprehensive income that will not be reclassified to profit or loss in subsequent periods	<u>(1,648)</u>	<u>(564)</u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX	<u>(27,309)</u>	<u>(62,574)</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>163,724</u>	<u>1,172,224</u>
Attributable to:		
Owners of the parent	6,356	989,601
Non-controlling interests	<u>157,368</u>	<u>182,623</u>
	<u>163,724</u>	<u>1,172,224</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

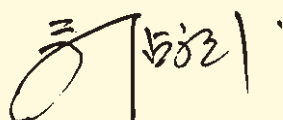
31 DECEMBER 2021

		31 December 2021	31 December 2020
	<i>Notes</i>	RMB'000	RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	13	15,458,321	15,209,375
Investment properties	17	84,894	–
Right-of-use assets	14	741,174	773,760
Goodwill	15	609,525	609,525
Other intangible assets	16	11,612,142	9,494,465
Investments in joint ventures	18	4,082	56,200
Investments in associates	19	689,672	716,214
Financial assets measured at amortised cost	20	490,051	626,083
Deferred tax assets	21	281,511	255,493
Loans receivable	22	292,500	248,625
Long-term deposits	23	16,262	15,802
Term deposits	29	351,000	200,000
Other long-term assets	24	766,478	506,025
		<hr/>	<hr/>
Total non-current assets		31,397,612	28,711,567
		<hr/>	<hr/>
CURRENT ASSETS			
Inventories	25	4,180,883	5,125,690
Trade and notes receivables	26	188,263	283,320
Prepayments, other receivables and other assets	27	625,918	556,570
Financial assets at fair value through profit or loss	28	1,244,912	1,020,883
Pledged deposits	29	407,268	375,465
Loans receivable	22	1,979,537	1,775,653
Cash and cash equivalents	29	2,998,213	1,840,469
		<hr/>	<hr/>
Total current assets		11,624,994	10,978,050
		<hr/>	<hr/>
CURRENT LIABILITIES			
Trade and notes payables	30	389,243	508,179
Other payables and accruals	31	1,880,567	2,004,055
Derivative financial instruments	32	25,592	41,266
Interest-bearing bank and other borrowings	33	7,828,593	8,444,969
Corporate bonds	34	3,444,601	3,448,895
Tax payable		64,349	126,709
Provisions	36	4,836	7,887
Deposits from customers	37	1,885,571	1,729,782
Current portion of other long-term liabilities	38	249,741	205,990
		<hr/>	<hr/>
Total current liabilities		15,773,093	16,517,732
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(4,148,099)	(5,539,682)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		27,249,513	23,171,885
		<hr/>	<hr/>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2021

		31 December 2021 RMB'000	31 December 2020 RMB'000
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings	33	1,299,261	734,140
Corporate bonds	34	4,300,489	4,780,379
Lease liabilities	14	21,170	30,153
Deferred tax liabilities	21	310,685	331,020
Deferred income	35	137,805	195,093
Provisions	36	42,348	44,129
Other long-term liabilities	38	1,408,881	-
		<hr/>	<hr/>
Total non-current liabilities		7,520,639	6,114,914
		<hr/>	<hr/>
Net assets		19,728,874	17,056,971
		<hr/> <hr/>	<hr/> <hr/>
EQUITY			
Equity attributable to owners of the parent			
Share capital	39	3,270,393	3,270,393
Perpetual capital instruments	40	4,539,287	1,527,022
Reserves	41	8,492,662	8,755,409
		<hr/>	<hr/>
		16,302,342	13,552,824
		<hr/>	<hr/>
Non-controlling interests		3,426,532	3,504,147
		<hr/>	<hr/>
Total equity		19,728,874	17,056,971
		<hr/> <hr/>	<hr/> <hr/>



Weng Zhanbin
Director



Jiang Guipeng
Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

YEAR ENDED 31 DECEMBER 2021

	Attributable to owners of the parent								Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000 (note 39)	Perpetual capital instruments RMB'000 (note 40)	Capital reserve* RMB'000 (note 41)	Special reserve – safety fund* RMB'000	Statutory and distributable reserve* RMB'000 (note 41)	Exchange fluctuation reserve* RMB'000	Retained profits* RMB'000	Total RMB'000		
At 1 January 2021	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
Profit for the year	-	-	-	-	-	-	33,697	33,697	157,336	191,033
Other comprehensive income for the year:										
Exchange differences related to foreign operations	-	-	-	-	-	(25,693)	-	(25,693)	32	(25,661)
Remeasurements of post-employment benefit obligations, net of tax	-	-	(1,648)	-	-	-	-	(1,648)	-	(1,648)
Total comprehensive income for the year	-	-	(1,648)	-	-	(25,693)	33,697	6,356	157,368	163,724
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	-	-	(234,983)	(234,983)
Transfer to reserves	-	-	-	-	97,853	-	(97,853)	-	-	-
Transfer from retained earnings	-	-	142,516	-	-	-	(142,516)	-	-	-
Safety production cost	-	-	-	2,978	-	-	(2,978)	-	-	-
Accrued distribution of perpetual capital instruments	-	105,583	-	-	-	-	(105,583)	-	-	-
Distribution of perpetual capital instruments paid	-	(86,243)	-	-	-	-	-	(86,243)	-	(86,243)
Issue of perpetual capital instruments	-	2,992,925	-	-	-	-	-	2,992,925	-	2,992,925
Final 2020 dividend declared and paid	-	-	-	-	-	-	(163,520)	(163,520)	-	(163,520)
At 31 December 2021	3,270,393	4,539,287	2,767,359	42,070	1,283,143	(60,736)	4,460,826	16,302,342	3,426,532	19,728,874

* These reserve accounts comprise the consolidated reserves of RMB8,492,662,000 (\$1 December 2020: RMB8,755,409,000) in the consolidated statement of financial position.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

YEAR ENDED 31 DECEMBER 2021

	Attributable to owners of the parent										Total equity RMB'000
	Share capital RMB'000 (note 39)	Perpetual capital instruments RMB'000 (note 40)	Capital reserve* RMB'000 (note 41)	Special reserve – safety fund* RMB'000	Statutory and distributable reserve* RMB'000 (note 41)	Exchange fluctuation reserve* RMB'000	Retained profits* RMB'000	Total RMB'000	Non-controlling interests 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 net of tax	-	-	200	-	-	-	-	200	-	200	
Remeasurements of post-employment benefit obligations, net of tax	-	-	(764)	-	-	-	-	(764)	-	(764)	
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	-	-	-	-	-	-	-	-	(80,176)	(80,176)	
Acquisition of non-controlling interests	-	-	(13,339)	-	-	-	-	(13,339)	(13,571)	(26,910)	
Transfer to reserves	-	-	-	-	82,821	-	(82,821)	-	-	-	
Transfer from 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	
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	2,000	2,000	
Final 2019 dividend declared 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 CASH FLOWS

YEAR ENDED 31 DECEMBER 2021

	Notes	2021 RMB'000	2020 RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		281,683	1,337,421
Adjustments for:			
Finance costs	7	607,867	699,444
Share of profits of associates		(25)	(18,918)
Share of profits of joint ventures		(73)	(3,679)
Interest income		(40,521)	(10,087)
Net loss/(gain) on disposal or write-off of items of property, plant and equipment, other intangible assets, right-of-use assets and other long-term assets		29,814	(15,053)
Loss on disposal of subsidiaries		–	1,055
Loss on disposal of an associate		270	–
Fair value loss/(gain), net:			
– Equity investments at fair value through profit or loss	8	203,164	(24,070)
Gain on disposal of financial assets at fair value through profit or loss	8	(176,024)	(297,208)
Gain on derecognition of financial assets at amortised cost	8	–	(2,110)
Loss on settlement of commodity derivative contracts	8	14,045	9,765
Exchange gain on corporate bond	8	(44,653)	(134,659)
Depreciation of property, plant and equipment	8	755,982	928,386
Depreciation of investment properties	8	2,841	–
Amortisation of other intangible assets	8	78,874	112,561
Depreciation of right-of-use assets	8	36,796	37,168
Amortisation of long-term prepaid expenses		16,207	5,227
Provision for impairment of receivables	8	39,476	27,363
Impairment loss on loans receivable	8	40,359	282,420
Impairment loss on inventories	8	34,056	559
Impairment loss on non-current assets	8	208,283	658,150
		2,088,421	3,593,735
(Increase)/decrease in long-term deposits		(460)	6,510
Decrease/(increase) in inventories		910,752	(815,876)
Decrease/(increase) in trade and notes receivables		93,873	(135,914)
(Increase)/decrease in prepayments and other receivables		(100,339)	33,765
Increase in pledged deposits		(31,803)	(97,162)
(Increase)/decrease in loans receivable		(186,079)	643,895
(Decrease)/increase in trade and notes payables		(118,936)	140,013
Increase in other payables and accruals		257,577	31,302
Increase in deposits from customers		155,789	506,163
Decrease in deferred income		(57,288)	(55,412)
Decrease in provisions		(8,053)	(10,606)

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2021

	2021	2020
	RMB'000	RMB'000
CASH GENERATED FROM OPERATIONS	<u>3,003,454</u>	<u>3,840,413</u>
Income taxes paid	<u>(198,880)</u>	<u>(206,670)</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>2,804,574</u>	<u>3,633,743</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	14,128	438
Dividend received from a joint venture	16,299	6,713
Purchases of items of property, plant and equipment	(2,147,972)	(1,275,156)
Proceeds from disposal of items of property, plant and equipment	6,197	57,330
Proceeds from disposal of equity investments designated at fair value through other comprehensive income	-	200
Increase in right-of-use assets	(6,868)	(42,354)
Increase in other intangible assets	(229,765)	(107,143)
Disposal of subsidiaries	-	(1,057)
Capital increase of an associate	(28,698)	(30,580)
Capital increase of a joint venture	-	(1,000)
Disposal of a joint venture	-	92,433
Disposal of an associate	250	4,091
Loss from commodity derivative contracts	(14,045)	(9,765)
Deposits paid for commodity derivative contracts	(3,744)	(18,744)
Net proceeds to acquisition and disposal of equity investments at fair value through profit or loss	(250,230)	(103,697)
Disposal/(payment) for investments in financial assets measured at amortised cost	137,883	(222,979)
Increase in long-term prepaid expenses	(33,638)	(15,011)
Decrease in loans receivable	20,000	20,000
Increase in term deposits with original maturity of more than one year	(151,000)	(200,000)
Non-current financial investing activities	(85,000)	-
Increase in loans receivable	<u>(121,300)</u>	<u>(89,674)</u>
NET CASH FLOWS USED IN INVESTING ACTIVITIES	<u>(2,877,503)</u>	<u>(1,935,955)</u>

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2021

	Notes	2021 RMB'000	2020 RMB'000
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank and other borrowings		58,198,596	20,554,994
Issuance of a corporate bond, net of issuance expense		4,300,775	–
Issue of perpetual capital instruments		2,992,925	997,642
Redemption of perpetual capital instruments paid		–	(2,100,000)
Repayment of corporate bonds		(4,750,000)	(1,322,994)
Repayment of bank and other borrowings		(58,249,851)	(20,151,059)
Capital contribution from non-controlling shareholders		–	2,000
Dividends paid		(410,676)	(295,106)
Principal portion of lease payments		(13,666)	(14,458)
Settlement of foreign currency option contracts		(41,290)	–
Receipts from gold leasing business		3,217	–
Distribution paid for perpetual capital instruments		(86,244)	(139,851)
Interest paid		(699,344)	(803,790)
		<u>1,244,442</u>	<u>(3,272,622)</u>
NET CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES			
		<u>1,171,513</u>	<u>(1,574,834)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of year		1,840,469	3,508,307
Effects of foreign exchange rate changes, net		(13,769)	(93,004)
		<u>2,998,213</u>	<u>1,840,469</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR			
		<u>2,998,213</u>	<u>1,840,469</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	29	2,953,213	1,777,469
Non-pledged time deposits		45,000	63,000
		<u>2,998,213</u>	<u>1,840,469</u>
Cash and cash equivalents as stated in the consolidated statement of cash flows	29	<u>2,998,213</u>	<u>1,840,469</u>