

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness, and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



China Hongqiao Group Limited

中國宏橋集團有限公司

(Incorporated under the laws of Cayman Islands with limited liability)

(Stock Code: 1378)

Voluntary Announcement

Reference is made to the announcement of China Hongqiao Group Limited (the “**Company**”) dated 25 April 2013 in relation to the issue of the Medium-term Notes and Short-Term Financial Bonds in the People’s Republic of China (“**PRC**”) by Shandong Hongqiao New Material Co., Ltd. (“**Shandong Hongqiao**”), a wholly-owned subsidiary of the Company.

As the third quarterly financial information in 2021 of Shandong Hongqiao is available only in Chinese, the Company wishes to provide the following unaudited consolidated balance sheets as at 30 September 2021 and unaudited consolidated income statements for the nine months ended 30 September 2021 prepared by Shandong Hongqiao.

The board of directors of the Company wishes to remind investors that the financial information contained herein is prepared based on the generally accepted accounting principles of the PRC and the unaudited management accounts. It has not been reviewed or audited by the auditors of Shandong Hongqiao and the Company.

The investors are cautioned not to unduly rely on such information and are advised to exercise caution when dealing in the shares of the Company.

CONSOLIDATED BALANCE SHEET

Prepared by Shandong Hongqiao New Material Co., Ltd.

Date: 30 September 2021

Units: RMB

Assets	Row	Opening balance	Ending balance	Liabilities and owners' equity	Row	Opening balance	Ending balance
Current assets:				Current liabilities:			
Cash at bank and on hand	1	46,187,294,007.40	49,928,273,791.44	Short-term borrowings	31	20,621,426,697.02	18,709,823,018.99
Derivative financial assets	2		775,103.91	Derivative financial assets	32		1,482,950.00
Financial assets for trading	3		2,344,025.00	Financial liabilities for trading	33	212,650.00	
Notes receivable	4	9,157,692,051.01	13,596,238,479.25	Notes payable	34	2,086,174,575.44	2,295,311,882.28
Accounts receivable	5	10,862,924,597.53	6,626,820,937.78	Accounts payable	35	11,209,721,286.61	10,227,015,990.60
Prepayments	6	4,910,980,329.39	8,283,363,911.97	Advances from customers	36		
Other receivable	7	4,718,760,783.92	2,925,172,327.99	Contractual liabilities	37	1,248,331,580.38	2,636,078,623.30
Inventories	8	19,325,133,438.37	19,332,866,336.60	Staff remuneration payables	38	656,157,970.62	564,684,911.88
Contractual assets	9			Taxes payable	39	4,458,782,417.39	5,296,890,898.16
Assets held for sale	10			Other payable	40	6,602,778,307.44	7,076,258,593.18
Non-current assets due within one year	11	2,005,514,980.63	2,504,013,618.75	Liabilities held for sale	41		
Other current assets	12	1,228,361,822.72	1,590,105,809.23	Non-current liabilities due within one year	42	26,573,993,625.49	13,617,464,722.56
				Other current liabilities	43		1,340,575.90
Total current assets:		98,396,662,010.97	104,789,974,341.92	Total current liabilities:		73,457,579,110.39	60,426,352,166.85
Non-current assets:				Non-current liabilities:			
Available-for-sale financial assets	13			Long-term borrowings	44	8,220,242,500.00	4,701,181,875.00
Other debt investment	14	2,499,000,000.00		Bonds payable	45	13,345,377,568.65	11,760,025,152.92
Held-to-maturity investments	15			Lease liabilities	46		95,200,171.81
Long-term receivables	16	92,563,386.52	2,120,492,391.30	Long-term payables	47	2,525,447,725.35	5,996,403,590.98
Long-term equity investments	17	4,444,774,129.99	4,626,043,858.16	Special payables	48		
Other equity instrument investments	18	111,000,782.51	261,000,782.51	Estimated liabilities	49		
Investment property	19	4,052,712.05	3,859,736.59	Deferred income	50	603,003,357.66	583,052,616.13
Fixed assets	20	53,794,281,437.17	50,708,126,233.82	Deferred tax liabilities	51	272,378,395.90	475,270,857.73
Construction in progress	21	3,826,372,806.38	5,900,920,074.16	Other non-current liabilities	52	28,481,570.97	29,337,641.88
Biological assets for production	22						
Oil and gas assets	23			Total non-current liabilities:		24,994,931,118.53	23,640,471,906.45
Right-of-use assets	24		102,674,766.97				
Intangible assets	25	5,559,208,590.76	5,630,555,604.37	Total liabilities:		98,452,510,228.92	84,066,824,073.30
Development expenses	26						
Goodwill	27	278,223,112.57	278,223,112.57	Shareholders' equity:			
Long-term prepaid expenses	28	1,022,205.86	286,178.48	Share capital	53	10,605,196,325.04	11,759,333,009.10
Deferred tax assets	29	3,101,501,639.46	3,179,148,373.79	Capital reserve	54	5,675,933.28	5,651,687,898.02
Other non-current assets	30	542,501,836.33	520,499,638.00	Less: Treasury Share	55		
				Other comprehensive income	56	-3,563,405.19	-2,893,916.33
Total non-current assets:		74,254,502,639.60	73,331,830,750.72	Surplus reserve	57	1,616,664,787.79	1,616,664,787.79
				Special reserve	58	556,434,145.41	660,669,785.02
				Undistributed profits	59	57,253,295,560.74	70,143,538,327.57
				Minority interests	60	4,164,951,074.58	4,225,981,128.17
				Total owners' equity:		74,198,654,421.65	94,054,981,019.34
TOTAL ASSETS		172,651,164,650.57	178,121,805,092.64	TOTAL LIABILITIES AND OWNERS' EQUITY		172,651,164,650.57	178,121,805,092.64

Person-in-charge of
corporate:
Zhang Bo

Person-in-charge of
accounting:
Zhang Ruilian

Person-in-charge of
accounting institution:
Ma Fei

CONSOLIDATED INCOME STATEMENT

Prepared by Shandong Hongqiao New Material Co., Ltd. January to September 2021 Units: RMB

Item	Row	Amount for the corresponding period last year	Accumulated Amount for the current year
I. Operating income	1	65,735,655,006.29	84,256,632,838.28
Less: Operating cost	2	51,685,795,476.77	56,356,077,634.03
Taxes and surcharges	3	558,812,878.23	895,000,010.87
Selling expenses	4	267,838,008.59	35,332,211.33
Administrative expenses	5	1,785,698,773.93	2,473,565,021.80
Research and development expenses	6	592,725,009.26	1,482,160,223.41
Financial expenses	7	2,709,935,148.32	1,941,968,699.93
Of which: Interests expenses	8	2,994,841,298.77	2,287,588,560.56
Interests income	9	222,276,642.66	400,696,002.82
Add: Other gains	10	121,400,538.03	32,829,911.69
Investment gains (Losses are indicated by “-”)	11	388,654,907.93	72,811,114.01
of which: Investment gains on joint ventures and associates	12		
Gains from changes in fair value (Losses are indicated by “-”)	13	2,548,236.00	-471,338.09
Credit impairment losses (Losses are indicated by “-”)	14	-18,069,473.71	1,016,415.87
Asset impairment losses (Losses are indicated by “-”)	15	-335,048,525.03	-100,401,131.50
Gains on disposal of assets (Losses are indicated by “-”)	16	283,360,147.23	-3,639,812.48
II. Operating profit (Losses are indicated by “-”)	17	8,577,695,541.64	21,074,674,196.41
Add: Non-operating income	18	105,076,928.26	95,536,933.71
Less: Non-operating expenses	19	10,149,252.91	81,288,737.88
III. Total profit (Losses are indicated by “-”)	20	8,672,623,216.99	21,088,922,392.24
Less: Income tax expenses	21	1,806,907,955.72	5,112,352,479.06
IV. Net profit (Net loss is indicated by “-”)	22	6,865,715,261.27	15,976,569,913.18
(I) Net profit from continuing operations (Net loss is indicated by “-”)	23	6,865,715,261.27	15,976,569,913.18
(II) Net profit from discontinued operations (Net loss is indicated by “-”)	24		

Person-in-charge of
corporate:
Zhang Bo

Person-in-charge of
accounting:
Zhang Ruilian

Person-in-charge of
accounting institution:
Ma Fei

By Order of the Board
China Hongqiao Group Limited
Zhang Bo
Chairman

Shandong, the People’s Republic of China
28 October 2021

As at the date of this announcement, the Board comprises twelve directors, namely Mr. Zhang Bo, Ms. Zheng Shuliang, Ms. Zhang Ruilian and Ms. Wong Yuting as executive directors, Mr. Yang Congsen, Mr. Zhang Jinglei, Mr. Li Zimin (Mr. Zhang Hao as his alternate) and Ms. Sun Dongdong as non-executive directors, and Mr. Wen Xianjun, Mr. Xing Jian, Mr. Han Benwen and Mr. Dong Xinyi as independent non-executive Directors.