

Stock Code: 200168

Stock Name: *ST JHG-B

Announcement No. 2019-051

GUANGDONG JADIETE HOLDINGS GROUP COMPANY LIMITED

INTERIM REPORT 2019 (SUMMARY)

Part I Important Notes

This Summary is based on the full text of the 2019 Interim Report of Guangdong Jadiete Holdings Group Company Limited (together with its consolidated subsidiaries, the “Company”, except where the context otherwise requires). In order for a full understanding of the Company’s operating results, financial condition and future development plans, investors should carefully read the aforesaid full text, which has been disclosed together with this Summary on the media designated by the China Securities Regulatory Commission (the “CSRC”).

Objections raised by any of the directors, supervisors or senior management against any contents in this Report or its summary:

Name	Office title	Objection and explanation of why
------	--------------	----------------------------------

Statement of objection:

Except for the following directors, all the other directors attended in person the Board meeting for the review of this Report and its summary.

Name	Office title	Reason for not attending the meeting in person	Proxy entrusted to attend the meeting
Chen Honghai	Director	For reason of other work	Chen Dongwei

Independent auditor’s modified opinion:

Applicable Not applicable

Board-approved interim cash and/or stock dividend plan for ordinary shareholders:

Applicable Not applicable

The Company has no interim dividend plan, either in the form of cash or stock.

Board-approved interim cash and/or stock dividend plan for preferred shareholders:

Applicable Not applicable

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

Part II Key Corporate Information

1. Stock Profile

Stock name	*ST JHG-B	Stock code	200168
Stock exchange for stock listing	Shenzhen Stock Exchange		

Contact information	Board Secretary	Securities Representative
Name	Xu Wei	
Office address	9Q of No. 990 of Yiben E-commerce Building, Xili, Nanshan District, Shenzhen	
Tel.	0755-82250045	
E-mail address	xw@200168.com	

2. Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

	H1 2019	H1 2018	Change (%)
Operating revenue (RMB)	895,132.43	94,049,651.75	-99.05%
Net profit attributable to the listed company's shareholders (RMB)	-4,262,281.71	-5,004,199.91	-14.83%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	-4,351,690.16	-6,591,658.84	-33.98%
Net cash generated from/used in operating activities (RMB)	-998,803.03	-1,205,691.43	-17.16%
Basic earnings per share (RMB/share)	-0.0136	-0.016	-16.25%
Diluted earnings per share (RMB/share)	-0.0136	-0.016	-16.25%
Weighted average return on equity (%)	-1.30%	-1.43%	0.13%
	30 June 2019	31 December 2018	Change (%)
Total assets (RMB)	536,009,687.46	544,902,591.70	-1.63%
Equity attributable to the listed company's shareholders (RMB)	334,836,779.93	339,099,061.64	-1.26%

3. Shareholders and Their Holdings as at 30 June 2019

Unit: share

Number of ordinary shareholders		10,131		Number of preferred shareholders with resumed voting rights (if any)		0	
Top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding percentage	Number of shares	Private shares	Shares in pledge or frozen		
					Status	Shares	
SHENZHEN SHENGHENG CHANG HUIFU INDUSTRIAL CO., LTD.	Domestic non-state-owned legal person	36.99%	117,855,000	117,855,000	In pledge	117,855,000	
					Frozen	117,855,000	
SHENZHEN RISHENG CHUANGYUAN ASSET MANAGEMENT	Domestic non-state-owned legal person	10.68%	34,020,000	34,020,000	In pledge	34,020,000	
					Frozen	34,020,000	

T CO., LTD.						
GUOTAI JUNAN SECURITIES(HONGKONG) LIMITED	Foreign legal person	7.72%	24,580,755			
SHENZHEN LIANHUA HUIREN INDUSTRIAL CO., LTD.	Domestic non-state-owned legal person	3.81%	12,150,000	12,150,000	In pledge	12,150,000
					Frozen	12,150,000
SHENWAN HONGYUAN SECURITIES (HK) LIMITED	Foreign legal person	3.32%	10,571,275			
CHINA EVERBRIGHT SECURITIES (HK) LIMITED	Foreign legal person	1.33%	4,226,600			
TANG HAIMING	Domestic natural person	1.31%	4,182,300			
ESSENCE INTERNATIONAL SECURITIES (HONG KONG) LIMITED	Foreign legal person	1.26%	4,018,972			
XING YINGSHENG	Domestic natural person	0.49%	1,555,170			
CHEN JIANXING	Domestic natural person	0.48%	1,513,851			
Related or acting-in-concert parties among the shareholders above	Shenzhen Shenghengchang Huifu Industrial Co., Ltd., Shenzhen Risheng Chuangyuan Asset Management Co., Ltd. and Shenzhen Lianhua Hui ren Industrial Co., Ltd., which belonged to action-in-concert promulgated by Measures for the Administration of Disclosure of Information on the Change of Shareholdings in Listed Companies. The Company did not know whether there existed related relationship among other shareholders.					
Shareholders involved in securities margin trading (if any)	N/A					

4. Change of the Controlling Shareholder or the Actual Controller in the Reporting Period

Change of the controlling shareholder in the Reporting Period:

Applicable Not applicable

The controlling shareholder remained the same in the Reporting Period.

Change of the actual controller in the Reporting Period:

Applicable Not applicable

The actual controller remained the same in the Reporting Period.

5. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

No preferred shareholders in the Reporting Period.

6. Corporate bonds

Does the Company have any corporate bonds publicly offered on the stock exchange, which were outstanding before the date of this Report's approval or were due but could not be redeemed in full?

No.

Part III Operating Performance Discussion and Analysis

1. Business Overview of the Reporting Period

Is the Company subject to any industry-specific disclosure requirements?

Yes, because the Company engages in jewelry.

For H1 2019, the Company recorded operating revenue of RMB0.8951 million, down 99.05% from RMB94.0497 million a year ago; and a net profit attributable to the listed company's shareholders of RMB-4.2623 million, representing a 14.83% loss cut from RMB-5.0042 million of H1 2018. The considerable drop in operating revenue was primarily resulted from the considerable decreases in Chinese Gold Nobility's operating revenue and net profit caused by the unfavorable general economic environment, the increasingly fierce competition across the jewelry industry, the adjustments to the major customers and businesses, the adoption of aggressive operating strategies, etc.

Within the Reporting Period (up to the date of disclosure), the Company completed the following key works:

(I) Positively solve various matters involved in 2018 Annual Audit Qualified Opinions.

Please refer to "Part V Significant Events" in the report for details.

(II) Strengthen the collection of the payment for the equity transfer of Shengguorong Financing Guarantee and the dividends of Future Growing Business Fund.

Up to the date of disclosure, the Company has received the equity transfer payment from Shengguorong Financing Guarantee equivalent to RMB75 million and RMB19.4 million from the Future Growing Business Fund as the dividends. When the Company discovers that the equity transferee of Shengguorong Financing Guarantee fails to fulfill the payment obligation as agreed, the Company shall immediately negotiate with the transferee and figure out the specific reasons and the subsequent arrangement. Shengguorong Financing Guarantee's equity transferee has expressed that the financial strain is caused by the macro de-leveraging factor and will continue fulfilling corresponding equity transfer agreement.

After corresponding event occurs to adversely affect the timely dividends distribution of the Future Growing Business Fund, the Company shall positively communicate with the Future Growing Business Fund in order to learn any arising obstacle factor, positively encourage various parties to fulfill their obligations and urge them to reach a consensus related to the agreement's execution. At present, various parties are positively negotiating with each other, and this agreement will be continued after corresponding shareholder resolution is issued.

(III) Maintain the Company's Share Price

Up to the date of disclosure, the Company's share price has been lower than the book value for many times and triggered the delisting risk warning. In order to maintain the interest of various investors, as promised by the person acting in concert of the Company's actual controller for increasing the shares held, the Company has launched the buy-back scheme meeting the market expectation and won the support from the minority

shareholders, temporarily eliminated the delisting risk and provided the Company with various effective tools to maintain the share price.

(IV) It's necessary to strengthen the cost control, simplify the business scale, optimize the organizational structure, adjust the personnel layout, jointly overcome the hardship and made certain achievement.

2. Matters Related to Financial Reporting

(1) Changes to Accounting Policies, Accounting Estimates or Measurement Methods Compared to the Last Accounting Period

Applicable Not applicable

The Ministry of Finance issued on 30 April 2019 the Notice on Revising and Issuing the Format of Financial Statements for General Enterprises of 2019 (CK [2019] No. 6. Enterprises adopting the Accounting Standards for Business Enterprises shall prepare the financial statements for 2019 and the subsequent periods in accordance with the new accounting standards and the Notice.

The impact of the Company's execution of the Notice (CK [2019] No. 6) is as follows:

Changes to the accounting policies and why	Financial statement item affected	Amount affected	Restated amount of the prior period
1. Notes receivable and accounts receivable presented separately	Notes receivable		
	Accounts receivable	16,039,856.58	22,021,179.73
2. Notes payable and accounts payable presented separately	Notes payable		
	Accounts payable	16,244,371.35	16,141,549.26

(2) Retrospective Restatements due to the Correction of Material Accounting Errors in the Reporting Period

Applicable Not applicable

No such cases.

(3) Changes to the Scope of Consolidated Financial Statements Compared to the Last Accounting Period

Applicable Not applicable

The Company signed an Equity Transfer Agreement with Hunan Majiake Lanjian Technology Co., Ltd., transferring its 99% interest in Shenzhen Majiake Lanjian Technology Co., Ltd. to the latter for RMB173,000. The Company's wholly-owned subsidiary Shenzhen Hongxing Liye Industrial Co., Ltd. signed an Equity Transfer Agreement with Chen Dongwei, transferring its 1% interest in Shenzhen Majiake Lanjian Technology Co., Ltd. to the latter for RMB1. The said transfer payments have been made and the ownership transfers have been completed with the industrial and commercial administration on 22 February 2019. Therefore, Shenzhen Majiake Lanjian Technology Co., Ltd. has been excluded from the scope of the Company's consolidated financial statements.