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# Fufeng Group Limited 阜豐集團有限公司

(Incorporated in the Cayman Islands with limited liability)  
(於開曼群島註冊成立的有限公司)

(Stock code: 546)

(股份代號：546)

## ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2024 截至二零二四年六月三十日止六個月的中期業績公佈

### HIGHLIGHTS OF 2024 INTERIM RESULTS

#### 二零二四年中期業績摘要

- The Group's revenue slightly decreased by 1.6% to approximately RMB13,368.0 million in the Period, as compared to the Corresponding Period, due to the decrease in revenue of Colloid and Others segments offset the increase in that of other three segments.  
本集團期內的收入較去年同期輕微下跌1.6%至約人民幣13,368,000,000元，由於膠體和其他分部收入的減少，抵銷了另外三個分部的收入增長。
- The Group's overall gross profit decreased by 22.3% to approximately RMB2,298.1 million in the Period, as compared to the Corresponding Period, primarily due to the decreases in the gross profit of Food additives and Colloid segments.  
本集團期內的整體毛利較去年同期下跌22.3%至約人民幣2,298,100,000元，主要由於食品添加劑及膠體分部的毛利下降所致。
- Profit attributable to the Shareholders decreased by 32.3% to approximately RMB1,041.3 million in the Period, as compared to the Corresponding Period.  
期內股東應佔溢利較去年同期減少32.3%至約人民幣1,041,300,000元。
- Basic and diluted earnings per share for the Period were RMB41.31 cents and RMB41.30 cents, respectively (Corresponding Period: RMB60.70 cents and RMB60.68 cents).  
期內基本及攤薄每股盈利分別為人民幣41.31分及人民幣41.30分（去年同期：人民幣60.70分及人民幣60.68分）。
- Return on equity for the Period was 11.9%\* (Corresponding Period: 18.9%\*).\*  
期內的股本回報率為11.9%\*（去年同期：18.9%\*）。
- Interim dividend of HK16.0 cents per share and a special interim dividend of HK2.0 cents per share declared by the Board, with the dividend payout ratios of 35% and 5%, respectively.  
董事會宣派中期股息每股16.0港仙及特別中期股息每股2.0港仙，派息率分別為35%及5%。

\* calculated on an annualised basis  
按全年基準計算

## INTERIM RESULTS

The Board is pleased to announce the unaudited interim results of the Group for the Period. The interim results have been reviewed by the Audit Committee.

## 中期業績

董事會欣然宣佈，本集團於期內的未經審核中期業績。中期業績已經審計委員會審閱。

## INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

### 中期簡明合併利潤表

For the six months ended 30 June 2024 截至二零二四年六月三十日止六個月

			Half-year 半年度	
			2024 二零二四年	2023 二零二三年
		Note 附註	RMB'000 人民幣千元	RMB'000 人民幣千元
Revenue	收入	4	<b>13,368,021</b>	13,580,093
Cost of sales	銷售成本		<b>(11,069,960)</b>	(10,623,333)
<b>Gross profit</b>	<b>毛利</b>		<b>2,298,061</b>	2,956,760
Selling and marketing expenses	銷售及市場推廣開支		<b>(939,152)</b>	(884,831)
Administrative expenses	行政開支		<b>(472,762)</b>	(555,850)
Reversal of/(provision for) impairment losses on financial assets	金融資產減值虧損撥回/(撥備)		<b>4,866</b>	(33,637)
Other operating expenses	其他經營開支		<b>(31,039)</b>	(22,410)
Other income	其他收入	5	<b>140,284</b>	107,080
Other gains – net	其他利得－淨額		<b>111,145</b>	164,849
<b>Operating profit</b>	<b>經營溢利</b>	6	<b>1,111,403</b>	1,731,961
Finance income	財務收入		<b>218,580</b>	135,283
Finance costs	財務成本		<b>(102,092)</b>	(109,714)
Finance income – net	財務收入－淨額	7	<b>116,488</b>	25,569
Share of net loss of associates accounted for using the equity method	採用權益法列賬的應佔聯營公司淨虧損		<b>–</b>	(194)
<b>Profit before income tax</b>	<b>除所得稅前溢利</b>		<b>1,227,891</b>	1,757,336
Income tax expense	所得稅開支	8	<b>(186,632)</b>	(219,432)
<b>Profit for the half-year and attributable to the Shareholders</b>	<b>股東應佔半年度溢利</b>		<b>1,041,259</b>	1,537,904
<b>Earnings per share for profit attributable to the Shareholders during the period</b> (expressed in RMB cents per share)	<b>期內股東應佔溢利每股盈利</b> (以每股人民幣分呈列)			
– basic	– 基本	9	<b>41.31</b>	60.70
– diluted	– 攤薄	9	<b>41.30</b>	60.68

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

## 中期簡明合併綜合收益表

For the six months ended 30 June 2024 截至二零二四年六月三十日止六個月

		Half-year 半年度	
		2024 二零二四年 RMB'000 人民幣千元	2023 二零二三年 RMB'000 人民幣千元
<b>Profit for the half-year</b>	半年度溢利	<b>1,041,259</b>	1,537,904
<b>Other comprehensive loss for the half-year</b>	半年度其他綜合虧損		
<i>Items that may be reclassified to profit or loss</i>	<i>可能重新分類至損益的項目</i>		
Exchange differences on translation of foreign operations	海外業務的匯兌折算差額	<b>(1,379)</b>	(2,860)
<b>Total comprehensive income for the half-year attributable to the Shareholders</b>	股東應佔半年度綜合收益總額	<b>1,039,880</b>	1,535,044

# INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

## 中期簡明合併資產負債表

As at 30 June 2024 於二零二四年六月三十日

		<b>30 June</b>	31 December
		<b>2024</b>	2023
		二零二四年	二零二三年
		六月三十日	十二月三十一日
	<i>Note</i>	<b>RMB'000</b>	RMB'000
	<i>附註</i>	人民幣千元	人民幣千元
<b>ASSETS</b>	<b>資產</b>		
<b>Non-current assets</b>	<b>非流動資產</b>		
Property, plant and equipment	物業、廠房及設備	<b>11,921,811</b>	11,644,954
Right-of-use assets	使用權資產	<b>945,283</b>	892,752
Intangible assets	無形資產	<b>60,287</b>	51,329
Investments accounted for using the equity method	採用權益法列賬的投資	<b>200</b>	–
Financial assets at fair value through profit or loss	按公平值計入損益的金融資產	<b>10,000</b>	10,000
Other receivables and prepayments	其他應收款項及預付款項	<b>306,765</b>	237,987
Deferred income tax assets	遞延所得稅資產	<b>30,561</b>	8,602
<b>Total non-current assets</b>	<b>非流動資產總值</b>	<b>13,274,907</b>	12,845,624
<b>Current assets</b>	<b>流動資產</b>		
Inventories	存貨	<b>4,799,060</b>	6,123,216
Trade, other receivables and prepayments	應收貿易賬款、其他應收款項及預付款項	<b>3,230,807</b>	2,711,829
Cash and cash equivalents	現金及現金等值物	<b>9,837,999</b>	6,856,177
Restricted bank balances	受限制銀行結餘	<b>3,758,366</b>	4,024,041
<b>Total current assets</b>	<b>流動資產總值</b>	<b>21,626,232</b>	19,715,263
<b>Total assets</b>	<b>資產總值</b>	<b>34,901,139</b>	32,560,887

		<b>30 June 2024</b>	31 December 2023
		二零二四年 六月三十日	二零二三年 十二月三十一日
	<i>Note 附註</i>	<b>RMB'000</b>	RMB'000
		人民幣千元	人民幣千元
<b>LIABILITIES</b>	<b>負債</b>		
<b>Non-current liabilities</b>	<b>非流動負債</b>		
Other payables	其他應付款項	–	60,381
Deferred income	遞延收益	<b>909,998</b>	893,009
Borrowings	借貸	<b>594,000</b>	147,000
Lease liabilities	租賃負債	<b>58</b>	73
Deferred income tax liabilities	遞延所得稅負債	<b>67,420</b>	91,650
		<hr/>	<hr/>
<b>Total non-current liabilities</b>	<b>非流動負債總額</b>	<b>1,571,476</b>	1,192,113
		<hr/>	<hr/>
<b>Current liabilities</b>	<b>流動負債</b>		
Trade, other payables and accruals	應付貿易賬款、其他應付款項及應計費用	<b>3,847,520</b>	3,699,073
Contract liabilities	合約負債	<b>791,030</b>	537,011
Current income tax liabilities	即期所得稅負債	<b>243,425</b>	230,484
Borrowings	借貸	<b>10,902,686</b>	9,577,500
Lease liabilities	租賃負債	<b>59</b>	492
		<hr/>	<hr/>
<b>Total current liabilities</b>	<b>流動負債總額</b>	<b>15,784,720</b>	14,044,560
		<hr/>	<hr/>
<b>Total liabilities</b>	<b>負債總額</b>	<b>17,356,196</b>	15,236,673
		<hr/>	<hr/>
<b>EQUITY</b>	<b>權益</b>		
<b>Capital and reserves attributable to the shareholders</b>	<b>股東應佔股本及儲備</b>		
Share capital	股本	<b>242,052</b>	243,510
Share premium	股份溢價	<b>208,079</b>	267,716
Treasury shares	庫存股份	–	(44,241)
Other reserves	其他儲備	<b>1,286,066</b>	1,276,731
Retained earnings	保留收益	<b>15,808,746</b>	15,580,498
		<hr/>	<hr/>
<b>Total equity</b>	<b>權益總值</b>	<b>17,544,943</b>	17,324,214
		<hr/>	<hr/>
<b>Total equity and liabilities</b>	<b>權益及負債總額</b>	<b>34,901,139</b>	32,560,887
		<hr/>	<hr/>

# NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

## 中期簡明合併財務報表附註

For the six months ended 30 June 2024 截至二零二四年六月三十日止六個月

### 1. GENERAL INFORMATION

Fufeng Group Limited and its subsidiaries manufacture and sell fermentation-based food additive, biochemical products and starch-based products. The Group has manufacturing plants in Shaanxi Province, Heilongjiang Province, Inner Mongolia Autonomous Region and Xinjiang Uygur Autonomous Region of the PRC and sells mainly to customers located in the PRC.

The Company is a limited liability company incorporated in the Cayman Islands. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands.

The Company has its shares listed on the Stock Exchange.

This interim condensed consolidated financial statements is presented in RMB, unless otherwise stated, and was approved for issue on 29 August 2024 by the Board.

This interim condensed consolidated financial statements has not been audited.

### 2. BASIS OF PREPARATION AND CHANGES IN ACCOUNTING POLICIES

#### (i) Basis of preparation

This interim condensed consolidated financial statements for the Period has been prepared in accordance with HKAS 34 "Interim Financial Reporting". The interim condensed consolidated financial statements does not include all the notes of the type normally included in an annual financial statements. Accordingly, this announcement is to be read in conjunction with the annual report for the year ended 31 December 2023, which have been prepared in accordance with HKFRSs.

### 1. 一般資料

阜豐集團有限公司及其附屬公司從事製造及銷售發酵食品添加劑、生化產品及澱粉產品。本集團於中國陝西省、黑龍江省、內蒙古自治區及新疆維吾爾自治區設有生產廠房，主要向中國客戶進行銷售。

本公司為於開曼群島註冊成立的有限公司，其註冊辦事處地址為Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands。

本公司股份在聯交所上市。

除另有註明外，本中期簡明合併財務報表以人民幣列示，及已於二零二四年八月二十九日獲董事會批准刊發。

本中期簡明合併財務報表尚未經審核。

### 2. 編製基準及會計政策變動

#### (i) 編製基準

期內的中期簡明合併財務報表乃根據香港會計準則第34號「中期財務報告」編製。中期簡明合併財務報表不包括年度財務報表一般所包括類別之所有附註。因此，本公告應與按照香港財務報告準則所編製截至二零二三年十二月三十一日止年度的全年報告一併閱讀。

## (ii) New and amended standards adopted by the Group

The accounting policies in this interim condensed consolidated financial statements applied are consistent with those of the annual financial statements for the year ended 31 December 2023, except for the adoption of the following new and amended standards for the first time from 1 January 2024. The Group did not have to change its accounting policies and make retrospective adjustments as a result of adopting these standards.

Amendments to HKFRS 16	Lease Liability in Sale and Leaseback
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements
HK Interpretation 5 (Revised)	Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause

## (iii) New standards and interpretations not yet adopted

In September 2023, HKICPA amended HKAS 21 to help entities to determine whether a currency is exchangeable into another currency, and which spot exchange rate to use when it is not. These new requirements will apply for annual reporting periods beginning on or after 1 January 2025. The Group does not expect these amendments to have a material impact on its operations or financial statements.

## 3. ESTIMATES

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2023.

## (ii) 本集團所採納的新訂及經修訂準則

本中期簡明合併財務報表應用的會計政策與截至二零二三年十二月三十一日止年度的全年財務報表所應用者貫徹一致，惟下列於二零二四年一月一日起首次採納的新訂及經修訂準則除外。本集團毋須因採納該等準則而變更其會計政策及作出追溯調整。

香港財務報告準則第16號之修訂本	售後租回之租賃負債
香港會計準則第7號及香港財務報告準則第7號之修訂本	供應商融資安排
香港註釋第5號（經修訂）	財務報表呈列－ 借款人對含有按 要求償還條款的 定期貸款的分類

## (iii) 尚未採納之新訂準則及詮釋

於二零二三年九月，香港會計師公會修訂香港會計準則第21號，幫助實體釐定某種貨幣是否可兌換為其他貨幣，以及於缺乏可兌換性的情況下，使用何種即期匯率。該等新規定將應用於二零二五年一月一日或之後開始的年度報告期間。本集團預計該等修訂本不會對其營運或財務報表造成重大影響。

## 3. 估計

於編製中期財務報表時，管理層須作出會影響會計政策應用以及資產及負債與收支呈報金額的判斷、估計及假設。實際結果可能有別於該等估計。

於編製本中期簡明合併財務報表時，管理層於應用本集團會計政策時作出的重大判斷及估計不明朗因素的主要來源與截至二零二三年十二月三十一日止年度的合併財務報表所應用者相同。

#### 4. SEGMENT INFORMATION

The chief operating decision-maker has been identified as the executive directors of the Company. The executive directors review the Group's internal reporting in order to assess performance and allocate resources.

The executive directors examine the business performance of the Group according to the following product segments:

- Food additives segment: manufacturing and sales of food additives products, including MSG, starch sweeteners, glutamic acid, compound seasoning and corn oil;
- Animal nutrition segment: manufacturing and sales of animal nutrition products, including corn refined products, threonine and lysine;
- High-end amino acid segment: manufacturing and sales of high-end amino acid products;
- Colloid segment: manufacturing and sales of colloid products, including xanthan gum and gellan gum;
- Others segment: manufacturing and sales of other products, including fertilisers, synthetic ammonia, pharmaceuticals and others.

The executive directors assess the performance of the business segment based on gross profit of the above five product segments.

Approximately 70% (30 June 2023: 71%) of the Group's revenue are generated from sales to the customers in the PRC.

No customer contributes 10% or more to the Group's revenue for the six months ended 30 June 2024 and 2023.

#### 4. 分部資料

已確定最高營運決策者為本公司執行董事。執行董事審閱本集團的內部呈報過程，以評核表現及分配資源。

執行董事根據以下產品分部評估本集團的業務表現：

- 食品添加劑分部：製造及銷售食品添加劑產品，包括味精、澱粉甜味劑、谷氨酸、複合調味品及玉米油；
- 動物營養分部：製造及銷售動物營養產品，包括玉米提煉產品、蘇氨酸及賴氨酸；
- 高檔氨基酸分部：製造及銷售高檔氨基酸產品；
- 膠體分部：製造及銷售膠體產品，包括黃原膠及結冷膠；
- 其他分部：製造及銷售其他產品，包括肥料、合成氨、藥品及其他。

執行董事基於上述五種產品分部毛利評估業務分部表現。

本集團約70%（二零二三年六月三十日：71%）的收入來自向中國客戶出售商品。

於截至二零二四年及二零二三年六月三十日止六個月，概無客戶佔本集團收入的10%或以上。



The revenue of the Group for the six months ended 30 June 2024 and 2023 are set out as follows:

本集團截至二零二四年及二零二三年六月三十日止六個月的收入載列如下：

Products by segments 按分部劃分產品		Half-year 半年度	
		2024	2023
		二零二四年 RMB'000 人民幣千元	二零二三年 RMB'000 人民幣千元
<b>Food additives</b>	<b>食品添加劑</b>		
MSG	味精	5,261,968	4,995,988
Starch sweeteners	澱粉甜味劑	1,349,941	1,215,396
Glutamic acid	谷氨酸	258,876	303,901
Compound seasoning	複合調味品	45,613	42,749
Corn oil	玉米油	525	471
		<b>6,916,923</b>	<b>6,558,505</b>
<b>Animal nutrition</b>	<b>動物營養</b>		
Corn refined products	玉米提煉產品	2,013,055	2,298,495
Threonine	蘇氨酸	1,149,287	884,610
Lysine	賴氨酸	1,032,181	907,592
		<b>4,194,523</b>	<b>4,090,697</b>
<b>High-end amino acid</b>	<b>高檔氨基酸</b>		
High-end amino acid products	高檔氨基酸產品	1,075,268	827,369
<b>Colloid</b>	<b>膠體</b>		
Xanthan gum	黃原膠	873,730	1,620,457
Gellan gum	結冷膠	25,132	11,826
		<b>898,862</b>	<b>1,632,283</b>
<b>Others</b>	<b>其他</b>		
Fertilisers	肥料	263,200	306,744
Synthetic ammonia	合成氨	13,280	68,985
Pharmaceuticals	藥品	-	87,923
Others	其他	5,965	7,587
		<b>282,445</b>	<b>471,239</b>
		<b>13,368,021</b>	<b>13,580,093</b>

The segment information for the six months ended 30 June 2024 is as follows:

截至二零二四年六月三十日止六個月的分部資料如下：

		Food additives 食品添加劑 RMB'000 人民幣千元	Animal nutrition 動物營養 RMB'000 人民幣千元	High-end amino acid 高檔氨基酸 RMB'000 人民幣千元	Colloid 膠體 RMB'000 人民幣千元	Others 其他 RMB'000 人民幣千元	Group 本集團 RMB'000 人民幣千元
Revenue	收入	6,916,923	4,194,523	1,075,268	898,862	282,445	13,368,021
Cost of sales	銷售成本	(6,157,653)	(3,340,905)	(679,413)	(546,800)	(345,189)	(11,069,960)
Gross profit	毛利	759,270	853,618	395,855	352,062	(62,744)	2,298,061

The segment information for the six months ended 30 June 2023 is as follows:

截至二零二三年六月三十日止六個月的分部資料如下：

		Food additives 食品添加劑 RMB'000 人民幣千元	Animal nutrition 動物營養 RMB'000 人民幣千元	High-end amino acid 高檔氨基酸 RMB'000 人民幣千元	Colloid 膠體 RMB'000 人民幣千元	Others 其他 RMB'000 人民幣千元	Group 本集團 RMB'000 人民幣千元
Revenue	收入	6,558,505	4,090,697	827,369	1,632,283	471,239	13,580,093
Cost of sales	銷售成本	(5,586,710)	(3,496,160)	(528,550)	(634,866)	(377,047)	(10,623,333)
Gross profit	毛利	971,795	594,537	298,819	997,417	94,192	2,956,760

## 5. OTHER INCOME

## 5. 其他收入

		Half-year 半年度	
		2024 二零二四年 RMB'000 人民幣千元	2023 二零二三年 RMB'000 人民幣千元
Amortisation of deferred income	遞延收益攤銷	40,236	34,512
Government grants relating to expenses	與開支有關的政府補助	35,367	27,311
Sales of waste products	廢料產品銷售	47,802	26,874
Others	其他	16,879	18,383
		140,284	107,080

## 6. OPERATING PROFIT

An analysis of the amounts presented as operating items in the financial information is given below.

## 6. 經營溢利

下文所載為財務資料中呈列為經營項目的金額分析。

		Half-year 半年度	
		2024 二零二四年 RMB'000 人民幣千元	2023 二零二三年 RMB'000 人民幣千元
Amortisation of intangible assets	無形資產攤銷	4,209	3,681
Depreciation of property, plant and equipment	物業、廠房及設備折舊	571,474	558,913
Depreciation of right-of-use assets	使用權資產折舊	12,708	11,033
(Reversal of)/provision for impairment losses on financial assets	金融資產減值虧損(撥回)/撥備	(4,866)	33,637
Provision for value on employee services for the share option schemes	購股權計劃的僱員服務價值撥備	481	538
Provision for inventory write-down – net	存貨撇減撥備—淨值	31,915	30,410
Impairment charge for property, plant and equipment	物業、廠房及設備減值支出	33	–
Net foreign exchange gains	外匯收益淨額	(47,614)	(211,677)
Gains from sales of carbon emission quota	出售碳排放配額的利得	(29,157)	–
Indemnity received from a lawsuit	自訴訟中獲得的賠償金	(15,000)	–
Compensation for project termination	項目終止補償金	–	44,132

## 7. FINANCE INCOME AND COSTS

## 7. 財務收入及成本

		Half-year 半年度	
		2024	2023
		二零二四年	二零二三年
		RMB'000	RMB'000
		人民幣千元	人民幣千元
<i>Finance income:</i>	<i>財務收入：</i>		
Interest income from financial assets held for cash management purposes	就現金管理目的所持有的金融資產利息收入		
– bank deposits and bank balances	– 銀行存款及銀行結餘	<b>215,365</b>	135,001
– other receivables	– 其他應收款項	<b>3,004</b>	282
Net foreign exchange gain on financing activities	融資活動的外匯收益淨額	<b>211</b>	–
		<b>218,580</b>	135,283
<i>Finance costs:</i>	<i>財務成本：</i>		
Interest and finance charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss	就並非按公平值計入損益計量的租賃負債及金融負債已付／應付利息及融資費用		
– bank borrowings	– 銀行借貸	<b>(102,082)</b>	(93,614)
– lease liabilities	– 租賃負債	<b>(7)</b>	(34)
– other payables	– 其他應付款項	<b>(3)</b>	(1,931)
Net foreign exchange losses on financing activities	融資活動的外匯虧損淨額	<b>–</b>	(14,135)
		<b>(102,092)</b>	(109,714)
Net finance income	財務收入淨額	<b>116,488</b>	25,569

## 8. INCOME TAX EXPENSE

## 8. 所得稅開支

		Half-year 半年度	
		2024	2023
		二零二四年	二零二三年
		RMB'000	RMB'000
		人民幣千元	人民幣千元
Current income tax	即期所得稅		
– PRC	– 中國		
– Enterprise income tax	– 企業所得稅	196,000	205,691
– Withholding tax	– 預扣稅	24,230	77,750
– U.S. enterprise income tax	– 美國企業所得稅	12,142	4,738
– Hong Kong profit tax	– 香港利得稅	449	–
Total current income tax	即期所得稅總額	<b>232,821</b>	288,179
Deferred income tax	遞延所得稅	<b>(46,189)</b>	(68,747)
		<b>186,632</b>	219,432

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and is exempted from payment of the Cayman Islands income tax.

本公司根據開曼群島公司法(一九六一年法例三，經綜合及修訂)在開曼群島註冊成立為獲豁免有限公司，並獲豁免繳交開曼群島所得稅。

The Group's subsidiaries in BVI are exempted from payment of the BVI income tax.

本集團於英屬處女群島的附屬公司獲豁免繳交英屬處女群島所得稅。

Hong Kong profit tax is calculated based on the effective tax rate on assessable profit of subsidiaries established in Hong Kong in accordance with Hong Kong tax laws and regulations.

香港利得稅根據香港稅務法律及法規，按於香港成立的附屬公司的應課稅溢利，以實際稅率計算。

PRC enterprise income tax is calculated based on the effective tax rate on assessable profit of subsidiaries established in the PRC in accordance with PRC tax laws and regulations.

中國企業所得稅根據中國稅務法律及法規，按於中國成立的附屬公司的應課稅溢利，以實際稅率計算。

According to the corporate income tax law, starting from 1 January 2008, a 10% withholding tax will be levied on the immediate holding companies established outside the PRC when their PRC subsidiaries declare dividends out of their profits earned after 1 January 2008. A lower withholding tax rate of 5% may be applied if there is a tax treaty arrangement between the PRC and the jurisdiction of the foreign immediate holding companies, including those incorporated in Hong Kong. Trans-Asia Capital Resources Ltd., Full Profit Investment (Group) Ltd. and Profit Champion International Ltd., three subsidiaries of the Company, acquired qualification for the lower tax rate of 5% for dividend received from its subsidiaries in mainland China while the withholding tax rate for other subsidiaries in Hong Kong were based on 10%.

The U.S. enterprise income tax is calculated based on the assessable profit of the subsidiaries established in the U.S. in accordance with the U.S. tax laws and regulations.

Singapore enterprise income tax is calculated based on the assessable profit of the subsidiary established in Singapore in accordance with Singapore tax laws and regulations.

During the Period, withholding tax of RMB 24,230,000 has been paid as a subsidiary of the Company has distributed the retained earnings of RMB484,604,000 as of 31 December 2023 (for the Corresponding Period: withholding tax of RMB75,000,000 has been paid as a subsidiary of the Company has distributed the retained earnings of RMB1,500,000,000 as of 31 December 2022 and withholding tax of RMB2,750,000 has been provided and paid as another subsidiary of the Company distributed the retained earnings of RMB55,000,000 as of 31 December 2022). No withholding tax has been provided as the Group does not expect Mainland China subsidiaries to distribute the retained earnings for the Period (for the Corresponding Period: no withholding tax has been provided as the Group does not expect Mainland China subsidiaries to distribute the retained earnings) in the foreseeable future.

根據企業所得稅法，自二零零八年一月一日起，當中國以外地點成立的直接控股公司之中國附屬公司於二零零八年一月一日後自所賺取溢利中宣派股息，將對該等直接控股公司徵收10%預扣稅。倘中國與外國直接控股公司（包括於香港註冊成立的公司）所屬司法權區之間訂有稅務優惠協議，則可按較低的預扣稅稅率5%繳稅。環亞資本有限公司、豐盈投資（集團）有限公司及凱溢國際有限公司（本公司的三家附屬公司）自中國大陸附屬公司收取的股息享有較低的5%稅率繳稅的資格，而其他香港附屬公司的預扣稅率為10%。

美國企業所得稅根據美國稅務法律及法規，按於美國成立的附屬公司的應課稅溢利計算。

新加坡企業所得稅根據新加坡稅務法律及法規，按於新加坡成立的附屬公司的應課稅溢利計算。

於期內，由於本公司一間附屬公司已分派截至二零二三年十二月三十一日的保留收益人民幣484,604,000元，故已支付預扣稅人民幣24,230,000元（去年同期：由於本公司一間附屬公司已分派截至二零二二年十二月三十一日的保留收益人民幣1,500,000,000元，故已支付預扣稅人民幣75,000,000元以及本公司的另一間附屬公司已分派截至二零二二年十二月三十一日的保留收益人民幣55,000,000元，故已計提預扣稅撥備及支付預扣稅人民幣2,750,000元）。期內，由於本集團預期中國大陸附屬公司於可見未來不會分派保留收益，故並無計提預扣稅撥備（去年同期：由於本集團預期中國大陸附屬公司不會分派保留收益，故並無計提預扣稅撥備）。

## 9. EARNINGS PER SHARE

## 9. 每股盈利

		Half-year 半年度	
		2024 二零二四年	2023 二零二三年
Earnings per share for profit attributable to the Shareholders (RMB cents per share)	股東應佔溢利之每股盈利 (每股人民幣分)		
– basic	– 基本	<b>41.31</b>	60.70
– diluted	– 攤薄	<b>41.30</b>	60.68

Basic earnings per share is calculated by dividing the profit attributable to the Shareholders by the weighted average number of ordinary shares in issue during the period. Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming the conversion of all dilutive potential ordinary shares.

During the Period, the 888,000 outstanding share options issued in April 2024 is not included in the calculation of diluted earnings per share because the average market price of ordinary shares for the Period did not exceed the exercise prices of the share option, hence the share options have no dilution for the Period. These options could potentially dilute basic earnings per share in the future.

Earnings per share – basic and diluted for the Period was RMB41.31 cents and RMB41.30 cents respectively (equivalent to HK45.46 cents and HK45.45 cents) (Corresponding Period: RMB60.70 cents and RMB60.68 cents respectively (equivalent to HK68.67 cents and HK68.65 cents)).

每股基本盈利乃按股東應佔溢利除以期內已發行普通股加權平均數計算。每股攤薄盈利乃假設兌換全部具攤薄性的潛在普通股，透過調整發行在外的普通股加權平均數計算。

期內，於計算每股攤薄盈利時，不計及於二零二四年四月發行的888,000份尚未行使購股權，原因為期內普通股平均市價並未超過購股權的行使價，因此，期內並無相關購股權具有攤薄作用。該等購股權日後可能會攤薄每股基本盈利。

期內每股基本及攤薄盈利分別為人民幣41.31分及人民幣41.30分（相當於45.46港仙及45.45港仙）（去年同期：分別為人民幣60.70分及人民幣60.68分（相當於68.67港仙及68.65港仙））。

## 10. TRADE, OTHER RECEIVABLES AND PREPAYMENTS

## 10. 應收貿易賬款、其他應收款項及預付款項

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Trade receivables (a)	應收貿易賬款(a)	<b>1,022,458</b>	1,083,530
Less: provision for impairment loss allowance	減：計提減值虧損撥備	<b>(29,672)</b>	(34,538)
Trade receivables – net	應收貿易賬款－淨額	<b>992,786</b>	1,048,992
Deposits and others	按金及其他	<b>120,726</b>	102,150
Consideration receivables (b)	應收代價(b)	<b>142,343</b>	140,265
Loan to a related party	給予一名關聯方的貸款	<b>68,802</b>	9,698
Loan to a third party (c)	給予一名第三方的貸款(c)	<b>50,000</b>	50,000
Less: provision for impairment loss allowance	減：計提減值虧損撥備	<b>(50,000)</b>	(50,000)
Loan to a third party – net	給予一名第三方的貸款－淨額	–	–
Loans to employees	給予僱員的貸款	<b>4,813</b>	5,211
Value-added tax for future deduction	用於日後扣減的增值稅	<b>154,297</b>	94,976
Prepaid current income tax	預付即期所得稅	<b>7,216</b>	1,498
Interest receivables	應收利息	<b>7,303</b>	14,103
		<b>1,498,286</b>	1,416,893
Notes receivable (d)	應收票據(d)	<b>1,284,262</b>	1,079,888
Trade and other receivables	應收貿易賬款及其他應收款項	<b>2,782,548</b>	2,496,781
Prepayments to suppliers	預付供應商款項	<b>656,287</b>	453,035
Prepayments for properties under development	發展中物業預付款項	<b>98,737</b>	–
		<b>3,537,572</b>	2,949,816
Less: non-current portion	減：非流動部分		
Prepayments for non-current assets (e)	非流動資產預付款項(e)	<b>(147,225)</b>	(149,222)
Consideration receivables (b)	應收代價(b)	<b>(90,843)</b>	(88,765)
Loan to a related party	給予一名關聯方的貸款	<b>(68,697)</b>	–
		<b>3,230,807</b>	2,711,829



- (a) At 30 June 2024 and 31 December 2023, the ageing analysis of the trade receivables based on invoice date was as follows:

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Within 3 months	三個月內	976,307	1,051,258
3 to 12 months	三至十二個月	40,632	27,427
Over 12 months	超過十二個月	5,519	4,845
		<b>1,022,458</b>	<b>1,083,530</b>

The Group sells its products to customers and receives settlement either in cash or in form of bank acceptance notes (Note (d)) upon delivery of goods. The bank acceptance notes are usually with maturity dates within six months. Certain major customers in the PRC and overseas with good payment history are offered credit terms of not more than three months.

- (b) The consideration receivables arose from disposal of subsidiaries. During the year ended 31 December 2023, the Group entered into agreement with an independent third party for the disposal of certain subsidiaries at an undiscounted cash consideration of RMB346,900,000. The disposal was completed on 19 July 2023 ("settlement date"). Pursuant to the agreement, consideration receivables of RMB51,500,000 and RMB95,400,000 will be due after 12 months and 24 months from the settlement date and were therefore recognized at present value of the future expected cash flows based on a discount rate of 4.75% and recorded in current and non-current portion of "Trade, other receivables and prepayments".
- (c) The loan to a third party was arranged via a financial trust company during 2019. During the year ended 31 December 2021, the loan was past due for collection as the third party was in financial difficulties. A full provision of RMB50,000,000 was recorded on the balance sheet to reflect the increase in credit risk. As there has been a significant increase in credit risk, the Group measured the impairment as lifetime expected credit losses.

- (a) 於二零二四年六月三十日及二零二三年十二月三十一日，應收貿易賬款按發票日期的賬齡分析如下：

本集團向顧客銷售其產品，乃於送交貨品時以現金或以銀行承兌票據（附註(d)）形式收取結算款項。銀行承兌票據一般為六個月內到期。具備良好付款記錄的中國及海外若干主要客戶會獲得不多於三個月的信貸期。

- (b) 應收代價乃產生自出售附屬公司。截至二零二三年十二月三十一日止年度，本集團與一名獨立第三方訂立協議，以未貼現現金代價人民幣346,900,000元出售若干附屬公司。出售事項於二零二三年七月十九日（「交割日期」）完成。根據協議，應收代價人民幣51,500,000元及人民幣95,400,000元將分別於交割日期起計12個月及24個月後到期，因此已分別確認為按4.75%貼現率計算未來預期現金流量現值，並計入「應收貿易賬款、其他應收款項及預付款項」的流動及非流動部分。
- (c) 於二零一九年內，給予一名第三方的貸款是通過一間金融信託公司貸出。截至二零二一年十二月三十一日止年度，該貸款因第三方陷入財政困難已逾期。已於資產負債表錄得全數撥備人民幣50,000,000元，以反映信貸風險的增加。因該貸款信貸風險顯著增加，本集團按其於整個存續期內的預期信用虧損計量減值。

(d) As at 30 June 2024, notes receivable were all bank acceptance notes aged less than one year, including a total amount of RMB1,163,970,000 (31 December 2023: RMB896,382,000) that have been endorsed to the suppliers. As the notes receivable are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, they are measured at FVOCI.

(d) 於二零二四年六月三十日，應收票據均為賬齡少於一年的銀行承兌票據，包括總額為人民幣1,163,970,000元（二零二三年十二月三十一日：人民幣896,382,000元）已背書予供應商的票據。由於應收票據持作收回合約現金流量及出售金融資產，倘該等資產現金流量僅作為支付本金及利息，則按公平值計入其他綜合收益計量。

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
<b>Current assets</b>	<b>流動資產</b>		
Notes receivable measured at FVOCI	按公平值計入其他綜合收益計量的應收票據	<b>1,284,262</b>	1,079,888

On endorsing these notes receivables, there is no any related balance within the FVOCI reserve that needs to be reclassified to other gains/(losses) within profit or loss due to the fair value is equal to its face amount and no premium was recognised.

於該等應收票據進行背書時，按公平值計入其他綜合收益的儲備中並無任何相關結餘需要重新分類至損益內的其他利得／（損失），原因為公平值等於其面值且未確認溢價。

All of the financial assets at FVOCI are denominated in RMB.

按公平值計入其他綜合收益的所有金融資產均以人民幣計值。

(e) As at 30 June 2024, the prepayments for non-current assets amounting to RMB147,225,000 were payments for purchase of property, plant and equipment (31 December 2023: RMB89,222,000 for purchase of property, plant and equipment and RMB60,000,000 for purchase of leasehold land-use rights).

(e) 於二零二四年六月三十日，非流動資產的預付款項人民幣147,225,000元為購買物業、廠房及設備的款項（二零二三年十二月三十一日：人民幣89,222,000元為購買物業、廠房及設備的款項及人民幣60,000,000元為購買租賃土地使用權的款項）。

## 11. CASH AND CASH EQUIVALENTS AND RESTRICTED BANK BALANCES

## 11. 現金及現金等值物及受限制銀行結餘

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Cash and cash equivalents	現金及現金等值物		
– Cash on hand	– 手頭現金	2,962	385
– Cash in banks	– 銀行現金	9,835,037	6,855,792
		<b>9,837,999</b>	6,856,177
Restricted bank balances (a)	受限制銀行結餘 (a)	<b>3,758,366</b>	4,024,041
		<b>13,596,365</b>	10,880,218

(a) As at 30 June 2024, restricted bank balances were comprised of: (i) amounts of RMB3,669,866,000 (31 December 2023: RMB3,390,000,000) was pledged as security for bank borrowings of the Group; (ii) amounts of RMB65,000,000 (31 December 2023: RMB603,041,000) was term deposits over 3 months and within one year; (iii) amounts of RMB21,000,000 (31 December 2023: RMB31,000,000) was pledged as security for issuing notes payable of the Group; and (iv) amounts of RMB2,500,000 (31 December 2023: nil) was restricted due to a lawsuit.

(a) 於二零二四年六月三十日，受限制銀行結餘包括：(i) 人民幣3,669,866,000元（二零二三年十二月三十一日：人民幣3,390,000,000元）已抵押為本集團銀行借貸的抵押品；(ii) 超過三個月但於一年內的定期存款人民幣65,000,000元（二零二三年十二月三十一日：人民幣603,041,000元）；(iii) 人民幣21,000,000元（二零二三年十二月三十一日：人民幣31,000,000元）已抵押為本集團發行應付票據的抵押品；及(iv) 人民幣2,500,000元（二零二三年十二月三十一日：無）因一項訴訟而受到限制。

## 12. BORROWINGS

## 12. 借貸

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
<b>Non-current</b>	<b>非流動</b>		
– Bank borrowings, unsecured	– 銀行借貸(無抵押)	594,000	147,000
<b>Current</b>	<b>流動</b>		
– Bank borrowings, unsecured	– 銀行借貸(無抵押)	6,573,000	5,931,000
– Bank borrowings, secured (a)	– 銀行借貸(有抵押)(a)	4,329,686	3,646,500
		<b>10,902,686</b>	9,577,500
<b>Total Borrowings</b>	<b>借貸總額</b>	<b>11,496,686</b>	9,724,500

(a) As at 30 June 2024, the secured current bank borrowings were secured by restricted bank balances of RMB3,669,866,000 (31 December 2023: RMB3,390,000,000) (Note 11(a)) and notes receivables of RMB39,696,000 (31 December 2023: nil).

(a) 於二零二四年六月三十日，有抵押流動銀行借貸由受限制銀行結餘人民幣3,669,866,000元(二零二三年十二月三十一日：人民幣3,390,000,000元)(附註11(a))及應收票據人民幣39,696,000元(二零二三年十二月三十一日：無)抵押。

The carrying amount and fair value of non-current borrowings are as follows:

非流動借貸的賬面值及公平值如下：

		Carrying amount 賬面值		Fair value 公平值	
		As at 於		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元	30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Bank borrowings, unsecured	銀行借貸(無抵押)	594,000	147,000	575,284	143,647

Movements in borrowings were analysed as follows:

借貸變動分析如下：

		RMB'000 人民幣千元
<b>Six months ended 30 June 2023</b>	<b>截至二零二三年六月三十日止六個月</b>	
Opening amount as at 1 January 2023	於二零二三年一月一日的期初金額	5,953,075
New borrowings	新造借貸	4,769,368
Decrease of bank borrowings:	銀行借貸減少：	
Cash repayments of bank borrowings	現金償還銀行借貸	(4,809,075)
<b>Closing amount as at 30 June 2023</b>	<b>於二零二三年六月三十日的期末金額</b>	<b>5,913,368</b>
<b>Six months ended 30 June 2024</b>	<b>截至二零二四年六月三十日止六個月</b>	
Opening amount as at 1 January 2024	於二零二四年一月一日的期初金額	<b>9,724,500</b>
New borrowings	新造借貸	<b>9,639,686</b>
Decrease of bank borrowings:	銀行借貸減少：	
Cash repayment of bank borrowing	現金償還銀行借貸	<b>(7,831,000)</b>
Derecognition of discounted notes receivable	終止確認已貼現應收票據	<b>(36,500)</b>
<b>Closing amount as at 30 June 2024</b>	<b>於二零二四年六月三十日的期末金額</b>	<b>11,496,686</b>

Interest expenses on borrowings for the Period were RMB102,082,000 (Corresponding Period: RMB93,614,000).

期內借貸利息開支為人民幣102,082,000元(去年同期：人民幣93,614,000元)。

#### (b) Loan covenants

Under the terms of certain current bank borrowings, which has an aggregate carrying amount of RMB150,000,000 as at 30 June 2024, a subsidiary within the Group is required to comply with the following financial covenants:

- the total amount of external guarantees provided must be under 50% of the subsidiary's net assets.

The subsidiary has not complied with the financial covenants throughout the reporting period. This constituted events of default, and resulting in certain other current bank borrowings of the Group amounted to RMB1,130,000,000 in total as at 30 June 2024 becoming immediately repayable if requested by the lenders ("cross default") and amounts of RMB100,000,000 of the borrowing in cross default has been repaid upon maturity in August 2024. Subsequent to the reporting period, the subsidiary entered into a supplementary agreement with this bank, amending the cap of external guarantees provided to be 200% of the subsidiary's net assets, which the subsidiary can comply with. Up to the date of this report, none of these banks requested the Group to repay the borrowings in default or cross default immediately.

Under the terms of certain current bank borrowings, which has an aggregate carrying amount of RMB300,000,000 as at 31 December 2023, a subsidiary within the Group is required to comply with the following financial covenants:

- the gearing ratio must be not more than 65%; and
- the current ratio must be not under 1.0.

The subsidiary has not complied with the financial covenants during the year ended 31 December 2023, which constituted events of default and resulted in cross default of certain other bank borrowings. The subsidiary has fully repaid these borrowings during this reporting period.

#### (b) 貸款契諾

根據二零二四年六月三十日總賬面值為人民幣150,000,000元的若干流動銀行借貸的條款，本集團內一家附屬公司須遵守下列財務契諾：

- 所提供的對外擔保總額必須低於該附屬公司資產淨值的50%。

於報告期，該附屬公司並未遵守財務契諾。這構成違約事件及導致本集團於二零二四年六月三十日合共人民幣1,130,000,000元的若干其他流動銀行借貸須於貸款人要求時即時償還（「交叉違約」），而交叉違約借貸中的人民幣100,000,000元已於二零二四年八月到期時償還。於報告期後，該附屬公司與銀行訂立補充協議，將所提供對外擔保的上限修訂為該附屬公司資產淨值的200%，從而使該附屬公司滿足有關規定。直至本報告日期，該等銀行概無要求本集團即時償還違約或交叉違約的借貸。

根據二零二三年十二月三十一日總賬面值為人民幣300,000,000元的若干流動銀行借貸的條款，本集團內一家附屬公司須遵守下列財務契諾：

- 資產負債比率不得超過65%；及
- 流動比率不得低於1.0。

截至二零二三年十二月三十一日止年度，該附屬公司並未遵守財務契諾，其構成違約事件及導致若干其他銀行借貸交叉違約。該附屬公司於本報告期內已悉數償還該等借貸。

### 13. TRADE, OTHER PAYABLES AND ACCRUALS

### 13. 應付貿易賬款、其他應付款項及應計費用

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Trade payables (a)	應付貿易賬款(a)	1,484,157	1,341,310
Payables for property, plant and equipment	物業、廠房及設備應付款項	1,164,835	1,319,060
Salaries, wages and staff welfares payables	應付薪金、工資及員工福利	501,561	471,371
Notes payable	應付票據	80,000	70,000
Interest payables	應付利息	15,992	7,325
Other payables and accruals	其他應付款項及應計費用	600,975	550,388
		<b>3,847,520</b>	3,759,454
Less: non-current portion	減：非流動部分		
Other payables (b)	其他應付款項(b)	-	(60,381)
		<b>3,847,520</b>	3,699,073

(a) The ageing analysis of the trade payables was as follows:

(a) 應付貿易賬款的賬齡分析如下：

		As at 於	
		30 June 2024 二零二四年 六月三十日 RMB'000 人民幣千元	31 December 2023 二零二三年 十二月三十一日 RMB'000 人民幣千元
Within 3 months	三個月內	1,302,064	1,218,236
3 to 6 months	三至六個月	123,396	58,816
6 to 12 months	六至十二個月	29,375	20,213
1 to 2 years	一至兩年	11,809	20,081
Over 2 years	兩年以上	17,513	23,964
		<b>1,484,157</b>	1,341,310

(b) The non-current portion of other payables is a borrowing from certain third parties, with original maturity date from 2024 to 2026 and was early repaid during the Period. The interest rate on such other payables was 5.25% per annum.

(b) 其他應付款項的非流動部分是來自若干第三方借貸，原到期日自二零二四年至二零二六年，已於期內提早償還。該其他應付款項的利率為每年5.25%。

## 14. DIVIDENDS

On 27 March 2024, the Board proposed a final dividend in respect of the year ended 31 December 2023 of HKD554,389,000 (equivalent to RMB504,494,000), representing HKD22.0 cents (equivalent to RMB20.0 cents) per share, a special final dividend of HKD176,396,000 (equivalent to RMB160,521,000) representing HKD7.0 cents (equivalent to RMB6.4 cents) per share and a special dividend for the partial distribution of the gain from disposal of subsidiaries with amount of HKD151,197,000 (equivalent to RMB137,589,000), representing HKD6.0 cents (equivalent to RMB5.5 cents) per share. The final dividend paid in June 2024 amounted to HKD882,174,000 (equivalent to RMB802,567,000). The difference between proposed and paid final dividends was due to the exercise of share options and the impact of exchange rate fluctuation.

At a meeting held on 29 August 2024, the Board proposed an interim dividend of HKD403,280,000 (equivalent to RMB369,098,000) (1H2023: HKD583,392,000 (equivalent to RMB534,954,000)), representing HK16.0 cents (equivalent to RMB14.6 cents) (1H2023: HK23.0 cents (equivalent to RMB21.0 cents)) per share and a special interim dividend of HKD50,410,000 (equivalent to RMB46,137,000) representing HK2.0 cents (equivalent to RMB1.8 cents) per share.

At a meeting held on 30 August 2023, the Board proposed an interim dividend of HKD583,392,000 (equivalent to RMB534,953,000) (1H2022: HKD811,265,000 (equivalent to RMB708,105,000)), representing HK23.0 cents (equivalent to RMB21.0 cents) (1H2022: HK32.0 cents (equivalent to RMB27.9 cents)) per share.

The interim dividend has not been recognised as a dividend payable in this interim financial information, but will be recognised as an appropriation from the retained earnings for the year ending 31 December 2024.

## 15. CONTINGENT LIABILITIES

As at 30 June 2024 and 31 December 2023, the Group had no material contingent liabilities.

## 14. 股息

於二零二四年三月二十七日，董事會建議就截至二零二三年十二月三十一日止年度派付末期股息554,389,000港元（相當於人民幣504,494,000元），即每股22.0港仙（相當於人民幣20.0分）以及特別末期股息176,396,000港元（相當於人民幣160,521,000元），即每股7.0港仙（相當於人民幣6.4分），以及出售附屬公司所得收益部分分派特別股息金額為151,197,000港元（相當於人民幣137,589,000元），即每股6.0港仙（相當於人民幣5.5分）。二零二四年六月派付的末期股息為882,174,000港元（相當於人民幣802,567,000元）。建議與已派付末期股息之間的差額乃由於行使購股權及匯率波動影響所致。

於二零二四年八月二十九日召開的會議上，董事會建議派發中期股息403,280,000港元（相當於人民幣369,098,000元）（二零二三年上半年：583,392,000港元（相當於人民幣534,954,000元）），即每股16.0港仙（相當於人民幣14.6分）（二零二三年上半年：每股23.0港仙（相當於人民幣21.0分））及特別中期股息50,410,000港元（相當於人民幣46,137,000元），即每股2.0港仙（相當於人民幣1.8分）。

於二零二三年八月三十日召開的會議上，董事會建議派發中期股息583,392,000港元（相當於人民幣534,953,000元）（二零二二年上半年：811,265,000港元（相當於人民幣708,105,000元）），即每股23.0港仙（相當於人民幣21.0分）（二零二二年上半年：32.0港仙（相當於人民幣27.9分））。

中期股息並無於本中期財務資料中確認為應付股息，惟將就截至二零二四年十二月三十一日止年度確認為保留收益撥款。

## 15. 或然負債

於二零二四年六月三十日和二零二三年十二月三十一日，本集團並無重大或然負債。

## **16. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE**

Details of the interim dividend proposed are described in Note 14.

Other than the above disclosed, there was no significant event of the Group occurred after the balance sheet date.

## **16. 資產負債表日後事項**

建議派付中期股息的詳情載於附註14。

除上文所披露者外，本集團於資產負債表日後並無發生重大事項。



## MANAGEMENT REVIEW

### 管理層回顧

#### Market Overview

##### Economic Environment

In the Period, the complexity, severity and uncertainty of the global environment have increased significantly, and the speculation of possible rate cuts in the U.S. has brought new challenges. In China, the continuous deepening of structural adjustment, such as green economy and new quality productive forces, creates new opportunities to the economic development in China, China's economy has continued to recover and improve. According to the National Bureau of Statistics of China, China's GDP grew by 5.3% and 4.7% in the first and second quarter of 2024 respectively or overall 5.0% for the Period.

##### Major Raw Materials

According to the forecast of the China National Grain and Oils Information Center in July 2024, the annual output of corn in 2024 in China will reach approximately 292 million tonnes, an increase of about 1.1% as compared to 2023. In addition, the amount of imported corn continued to increase in recent years, resulting in an ample supply of corn in China. Due to the ample supply of corn, the price of corn has shown a downward trend since the fourth quarter of 2023.

According to the data of Sublime China Information (卓創資訊), the price of corn decreased by 9.8% from RMB2,572 per tonne in the fourth quarter of 2023 to RMB2,321 per tonne in the first quarter of 2024. In the first half of 2024, the price of corn decreased by 15.2% to RMB2,318 per tonne, as compared to the Corresponding Period.

In order to keep coal prices within a reasonable range, the PRC government made efforts to ensure a stable supply of coal by increasing overseas coal imports. According to the data of China National Coal Association (中國煤炭工業協會), coal imports increased by 12.5% to approximately 250 million tonnes in the Period, as compared to the Corresponding Period. As the domestic coal supply continued to improve, coal prices showed a downward trend.

##### Major Products

Since the fourth quarter of 2023, the MSG market has continued to experience weak demand from the downstream customers, resulting in a decrease in the price of MSG. According to data from Sublime China Information, the price of MSG in the Period was approximately RMB7,899 per tonne, decreased by 15.4% as compared to the Corresponding Period.

#### 市場概覽

##### 經濟環境

期內，全球環境的複雜性、嚴峻性及不確定性明顯上升，加上對美國可能減息的猜測帶來了新挑戰。在中國，結構調整持續深化，例如綠色經濟及新質生產力，給中國經濟發展帶來新機遇，中國經濟延續恢復向好態勢。根據中國國家統計局的資料，中國於二零二四年第一季度及第二季度的國內生產總值分別增長5.3%及4.7%，或於期內整體增長5.0%。

##### 主要原材料

根據國家糧油信息中心在二零二四年七月份的預期，中國玉米在二零二四年的年產量將達約292,000,000噸，比二零二三年增長約1.1%。加上進口玉米的數量近年持續增長，致使中國玉米供應充足。由於玉米供應充足，玉米價格自二零二三年第四季度以來一直呈下跌趨勢。

據卓創資訊資料所顯示，玉米價格由二零二三年第四季度每噸人民幣2,572元下跌至二零二四年第一季度每噸人民幣2,321元，跌幅達9.8%。二零二四年上半年玉米價格跌至每噸人民幣2,318元，較去年同期下跌15.2%。

為促使煤炭價格在合理區間浮動，中國政府增加海外的煤炭進口量，努力確保煤炭穩定供應。中國煤炭工業協會數據顯示，期內的煤炭進口量較去年同期增加12.5%至約250,000,000噸。由於國內煤炭供應繼續改善，煤炭價格出現下行情況。

##### 主要產品

自二零二三年第四季度開始，味精市場下游客戶需求繼續疲弱，導致味精價格下降。根據卓創資訊的數據顯示，期內味精價格約為每噸人民幣7,899元，較去年同期下跌15.4%。

The price of xanthan gum declined due to the downstream customers looking for a price drop upon launching the new capacity in the second half of 2023. According to the data of Sublime China Information, price of xanthan gum dropped to approximately RMB25,000 per tonne in the Period.

Starting from the second half of 2023, the export volumes of threonine and 98% lysine have continued to grow, benefiting from the increased overseas demand. According to the General Administration of Customs of the PRC, the exports volume of threonine and 98% lysine were 362,000 tonnes and 548,000 tonnes in the Period, increased by 43% and 24% respectively, as compared to the Corresponding Period. The prices of threonine and 98% lysine in the Period were around or over RMB10,000 per tonne.

\* the market prices in this section include VAT

黃原膠的價格下跌是由於下游客戶在二零二三年下半年推出新產能時尋求降價。根據卓創資訊的數據，黃原膠價格於期內跌至每噸約人民幣25,000元。

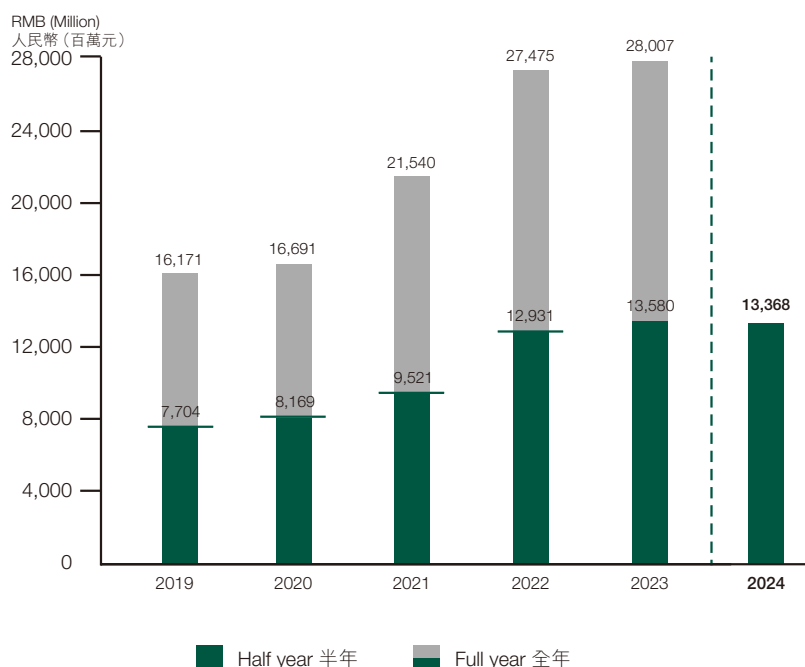
由二零二三年下半年開始，受惠於海外需求增加，使蘇氨酸和98%賴氨酸的出口數量保持持續增長狀態。根據中國海關總署數據，期內蘇氨酸及98%賴氨酸的出口數量分別為362,000噸及548,000噸，較去年同期分別上升為43%及24%。蘇氨酸及98%賴氨酸在期內價格均維持在每噸約人民幣10,000元或以上。

\* 本節內市場價格包含增值稅

## Business and Financial Review

### Overall Performance

The table below illustrates the trend of the Group's revenue:



With a diversified product development plan, the business structure of multiple growth drivers has been established, enhancing the core competitiveness of the Group.

Facing the challenging market situation, the Group maintained stable revenue leveraging on a diversified product portfolio.

The Group's revenue slightly decreased by 1.6% to approximately RMB13,368.0 million in the Period, as compared to the Corresponding Period, due to the decrease in revenue of Colloid and Others segments offset the increase in that of other three segments.

The Group's overall gross profit decreased by 22.3% to approximately RMB2,298.1 million in the Period, as compared to the Corresponding Period, primarily due to the decreased gross profit contribution from the colloid segment and food additives segment.

In the Period, the weak demand from the downstream customers of MSG and lower corn price, put pressure on the ASP of MSG. However, the increase in sales volume of MSG offset the impact of ASP decline of MSG, which make the revenue of MSG to remain stable.

## 業務及財務回顧

### 整體表現

下表說明本集團的收入趨勢：

本集團通過多元化產品開發規劃，建立了多個增長動力的業務結構，提升本集團的核心競爭力。

面對嚴峻的市場形勢，本集團憑藉多元化產品組合，仍能保持穩定的收入。

期內本集團的收入較去年同期輕微下跌1.6%至約人民幣13,368,000,000元，由於膠體和其他分部收入的減少，抵銷了另外三個分部的收入增長。

期內本集團的整體毛利較去年同期下跌22.3%至約人民幣2,298,100,000元，主要由於膠體分部及食品添加劑分部毛利貢獻下降所致。

期內，由於味精市場下游客戶需求疲弱及玉米價格下降，對味精的平均售價造成壓力。然而，味精銷量的增幅抵銷味精平均售價下跌的影響，使味精收入維持穩定。

In the Period, the ASP of xanthan gum dropped significantly, resulting in significant declines in revenue and gross profit from xanthan gum. However, driven by the recovery of threonine and lysine, the ASP and sales volume of threonine and lysine increased as compared to the Corresponding Period, enabling the Group's revenue to remain stable.

In the Period, the average price of corn kernels, the key raw material cost, was approximately RMB2,078 per tonne (exclude VAT/same as below), which decreased by 13.3% as compared to the Corresponding Period.

In the Period, the average price of coal, the key energy cost, was approximately RMB389 per tonne, which decreased by 7.6% as compared to the Corresponding Period.

Profit attributable to the Shareholders decreased by 32.3% to approximately RMB1,041.3 million in the Period, as compared to the Corresponding Period.

### Analysis of Five Product Segments

The Group's products are organised into five product segments:

Segment	Main products of the segment
Food additives	MSG
Animal nutrition	Threonine, lysine, corn refined products
High-end amino acid	Tryptophan, valine, leucine, isoleucine, glutamine, hyaluronic acid
Colloid	Xanthan gum
Others	Fertilisers

Detailed sales and gross profit analysis by segment for the Period and Corresponding Period:

#### For the six months ended 30 June 2024

		Food additives	Animal nutrition	High-end amino acid	Colloid	Others	Total
		食品添加劑	動物營養	高檔氨基酸	膠體	其他	總計
		RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元
Revenue	收入	6,916,923	4,194,523	1,075,268	898,862	282,445	13,368,021
Gross profit	毛利	759,270	853,618	395,855	352,062	(62,744)	2,298,061
Gross profit margin	毛利率	11.0%	20.4%	36.8%	39.2%	(22.2%)	17.2%

期內，黃原膠平均價格下跌顯著，導致黃原膠收入及毛利顯著減少。然而，在蘇氨酸及賴氨酸復甦的帶動下，蘇氨酸及賴氨酸平均價格及銷量較去年同期均有所上升，使本集團收入維持穩定。

期內，玉米顆粒（主要原材料成本）平均價格約為每噸人民幣2,078元（不含增值稅／下同），較去年同期下跌13.3%。

期內，煤炭（主要能源成本）平均價格約為每噸人民幣389元，較去年同期下跌7.6%。

期內股東應佔溢利較去年同期減少32.3%至約人民幣1,041,300,000元。

### 五個產品分部分析

本集團的產品分類為五個產品分部：

分部	分部的主要產品
食品添加劑	味精
動物營養	蘇氨酸、賴氨酸、玉米提煉產品
高檔氨基酸	色氨酸、纈氨酸、亮氨酸、異亮氨酸、谷氨醯胺、透明質酸
膠體	黃原膠
其他	肥料

按分部劃分的期內及去年同期詳細銷售及毛利分析：

#### 截至二零二四年六月三十日止六個月

		Food additives 食品添加劑	Animal nutrition 動物營養	High-end amino acid 高檔氨基酸	Colloid 膠體	Others 其他	Total 總計
		RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元
Revenue	收入	6,558,505	4,090,697	827,369	1,632,283	471,239	13,580,093
Gross profit	毛利	971,795	594,537	298,819	997,417	94,192	2,956,760
Gross profit margin	毛利率	14.8%	14.5%	36.1%	61.1%	20.0%	21.8%

## 1. Food additives segment

Revenue of food additives segment increased by 5.5% to approximately RMB6,916.9 million in the Period, as compared to the Corresponding Period, mainly due to increased revenue contribution from MSG and starch sweeteners.

Gross profit of food additives segment decreased by 21.9% to approximately RMB759.3 million in the Period, as compared to the Corresponding Period, mainly due to decreased gross profit contribution from MSG. Gross profit margin of food additives segment was 11.0% in the Period, representing a decrease of 3.8 percentage points, as compared to the Corresponding Period.

### Key product:

MSG: Revenue of MSG was relatively stable and was approximately RMB5,262.0 million in the Period. The ASP of MSG was approximately RMB7,040 per tonne, representing a decrease of 13.8% as compared to the Corresponding Period. The sales volume of MSG was approximately 747,431 tonnes, representing an increase of 22.2%, as compared to the Corresponding Period. Demand recovery of MSG in the Period was lower than expected. Although the ASP of MSG dropped, we still managed to increase our market share in the Period. In addition, our new MSG capacity of 400,000 tonnes was in the trial run in the Period.

## 2. Animal nutrition segment

Revenue of animal nutrition segment increased by 2.5% to approximately RMB4,194.5 million in the Period, as compared to the Corresponding Period.

Gross profit of animal nutrition segment increased by 43.6% to approximately RMB853.6 million in the Period, as compared to the Corresponding Period, mainly due to increased gross profit contribution from threonine and lysine. Gross profit margin of animal nutrition segment was 20.4% in the Period, representing an increase of 5.9 percentage points, as compared to the Corresponding Period.

## 1. 食品添加劑分部

期內，食品添加劑分部的收入較去年同期增加5.5%至約人民幣6,916,900,000元，主要由於味精及澱粉甜味劑的收入貢獻增加所致。

期內，食品添加劑分部的毛利較去年同期減少21.9%至約人民幣759,300,000元，主要由於味精毛利貢獻下降。期內食品添加劑分部的毛利率為11.0%，較去年同期減少3.8個百分點。

### 主要產品：

味精：期內，味精的收入相對穩定且約為人民幣5,262,000,000元。味精的平均售價每噸約為人民幣7,040元，較去年同期減少13.8%。味精的銷量約為747,431噸，較去年同期增加22.2%。期內味精需求回升幅度低於預期。儘管味精的平均售價有所下降，我們在期內的市場份額仍然有所增加。此外，我們400,000噸的味精新增產能在期內試運行中。

## 2. 動物營養分部

期內，動物營養分部的收入較去年同期增加2.5%至約人民幣4,194,500,000元。

期內，動物營養分部的毛利較去年同期增加43.6%至約人民幣853,600,000元，主要由於蘇氨酸及賴氨酸毛利貢獻增加。期內動物營養分部的毛利率為20.4%，較去年同期增加5.9個百分點。

*Key products:*

Threonine: Revenue of threonine increased by 29.9% to approximately RMB1,149.3 million in the Period, as compared to the Corresponding Period, primarily due to increased ASP and sales volume of threonine. The ASP of threonine was approximately RMB9,373 per tonne in the Period, representing an increase of 11.3%, as compared to the Corresponding Period. Sales volume of threonine was approximately 122,615 tonnes in the Period, representing an increase of 16.8%, as compared to the Corresponding Period.

Lysine: Revenue of lysine increased by 13.7% to approximately RMB1,032.2 million in the Period, as compared to the Corresponding Period. The sales volume was approximately 159,784 tonnes in the Period, representing an increase of 4.2% as compared to the Corresponding Period.

**3. High-end amino acid segment**

Revenue of high-end amino acid segment increased by 30.0% to approximately RMB1,075.3 million in the Period, as compared to the Corresponding Period, mainly due to increased sales volume of high-end amino acid products, such as valine.

Gross profit of high-end amino acid segment increased by 32.5% to approximately RMB395.9 million in the Period, as compared to the Corresponding Period. Gross profit margin of high-end amino acid segment was 36.8% in the Period, representing an increase of 0.7 percentage points, as compared to the Corresponding Period.

**4. Colloid segment**

Revenue of colloid segment decreased by 44.9% to approximately RMB898.9 million in the Period, as compared to the Corresponding Period.

Gross profit of colloid segment decreased by 64.7% to approximately RMB352.1 million in the Period, as compared to the Corresponding Period, mainly due to decreased gross profit contribution from xanthan gum. Gross profit margin of colloid segment was 39.2% in the Period, representing a decrease of 21.9 percentage points, as compared to the Corresponding Period. The ASP of xanthan gum was approximately RMB21,188 per tonne in the Period, representing a decrease of 48.2%, as compared to the Corresponding Period.

*主要產品：*

蘇氨酸：期內蘇氨酸收入較去年同期增加29.9%至約人民幣1,149,300,000元，主要乃由於蘇氨酸的平均售價及銷量增加。蘇氨酸平均售價於期內每噸約為人民幣9,373元，較去年同期增加11.3%。蘇氨酸的期內銷量約為122,615噸，較去年同期增加16.8%。

賴氨酸：期內，賴氨酸的收入較去年同期增加13.7%至約人民幣1,032,200,000元。期內，銷量約為159,784噸，較去年同期增加4.2%。

**3. 高檔氨基酸分部**

期內，高檔氨基酸分部收入較去年同期增加30.0%至約人民幣1,075,300,000元，乃主要由於高檔氨基酸產品的銷量增加所致，例如纈氨酸。

期內，高檔氨基酸分部的毛利較去年同期增加32.5%至約人民幣395,900,000元。期內，高檔氨基酸分部的毛利率為36.8%，較去年同期增加0.7個百分點。

**4. 膠體分部**

期內，膠體分部收入較去年同期減少44.9%至約人民幣898,900,000元。

期內膠體分部的毛利較去年同期下跌64.7%至約人民幣352,100,000元，主要由於黃原膠的毛利貢獻減少所致。期內膠體分部的毛利率為39.2%，較去年同期減少21.9個百分點。期內黃原膠平均售價約為每噸人民幣21,188元，較去年同期下跌48.2%。

## 5. Others segment

Revenue of other products dropped by 40.1% to approximately RMB282.4 million in the Period, as compared to the Corresponding Period, mainly due to decreased revenue of fertilisers and disposal of Shenhua Pharmaceutical in 2023.

The segment recorded a gross loss of approximately RMB62.7 million in the Period.

## 5. 其他分部

期內，其他產品產生的收入較去年同期下降40.1%至約人民幣282,400,000元，乃主要由於肥料的收入減少及二零二三年出售神華藥業。

期內該分部錄得毛損約人民幣62,700,000元。

## Analysis of Key Production Costs

### Production costs

## 主要生產成本分析

### 生產成本

		Six months ended 30 June 截至六月三十日止六個月				Change 變動
		2024 二零二四年		2023 二零二三年		
		% of total production costs RMB'000 估總生產成本 的百分比 人民幣千元		% of total production costs RMB'000 估總生產成本 的百分比 人民幣千元		%
<b>Major raw material</b>	<b>主要原材料</b>					
• Corn kernels	• 玉米顆粒	<b>6,545,801</b>	<b>58.2</b>	6,194,431	57.9	5.7
<b>Energy</b>	<b>能源</b>					
• Coal	• 煤炭	<b>1,865,187</b>	<b>16.6</b>	1,889,907	17.6	(1.3)

### Corn kernels

In the Period, corn kernels accounted for approximately 58.2% (Corresponding Period: 57.9%) of the total cost of production. The average price of corn kernels, the key raw material cost, was approximately RMB2,078 per tonne in the Period which decreased by 13.3% as compared to the Corresponding Period.

The total cost of corn kernels increased by 5.7% in the Period due to the increase in the volume of corn consumption, as compared to the Corresponding Period.

### 玉米顆粒

期內，玉米顆粒佔總生產成本約58.2%（去年同期：57.9%）。期內玉米顆粒平均價格（主要原材料成本）約為每噸人民幣2,078元，較去年同期減少13.3%。

期內玉米顆粒的總成本增加5.7%，乃由於玉米消費量較去年同期有所增加。

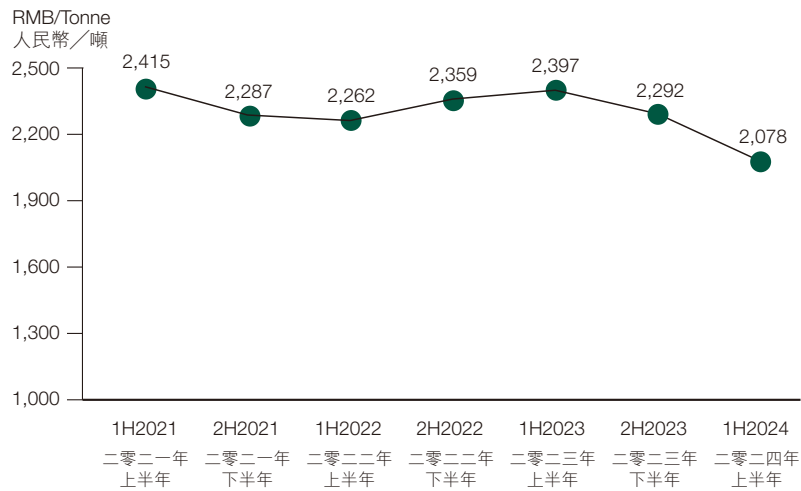


The following chart shows the price trend of corn kernels from the first half of 2021 to the Period:

下圖列示自二零二一年上半年至期內玉米顆粒的價格趨勢：

### Price Trend of Corn Kernels

#### 玉米顆粒價格趨勢



#### Energy cost

The coal cost is the main energy cost. Coal accounted for approximately 16.6% (Corresponding Period: 17.6%) of the total cost of production in the Period. The average unit cost of coal in the Period was approximately RMB389 per tonne, representing a decrease of 7.6%, as compared to the Corresponding Period.

The Group's major production bases have our own power plants with access to the low cost coal in the regions by purchasing directly from the local coal mines with long-term contracts to guarantee our coal supply volume. As a result, our production bases were not affected by power shortages.

#### 能源成本

煤炭成本為主要的能源成本。期內，煤炭佔總生產成本約16.6%（去年同期：17.6%）。期內，煤炭平均單位成本約為每噸人民幣389元，較去年同期下跌7.6%。

本集團的主要生產基地有其自身的發電廠，通過直接自簽訂長期合約的當地煤礦中採購煤炭，盡享該等地區低成本煤炭之利，以保證我們的煤炭供應量。因此，生產基地並無受到電力短缺的影響。



## Production

The annual designed production capacity of the major products by product categories were as follows:

## 生產

按產品類別劃分的主要產品的年設計產能如下：

### Annual production capacity as at period end date 截至期末日的年產能

Product	產品	2024	2023	Change 變動
		二零二四年 Tonnes 噸	二零二三年 Tonnes 噸	
<b>Food additives</b>	<b>食品添加劑</b>			
MSG	味精	1,330,000*	1,330,000	–
<b>Animal nutrition</b>	<b>動物營養</b>			
Threonine	蘇氨酸	243,000	243,000	–
Lysine	賴氨酸	280,000	280,000	–
<b>Colloid</b>	<b>膠體</b>			
Xanthan gum	黃原膠	80,000	80,000	–

### Analysis of capacity usage of major products

Business strategy of production remained unchanged and the Group set production volume according to market demand. During the Period, the capacity utilisation rate of MSG, threonine and lysine reached full capacity. Xanthan gum, as classified in the Colloid segment, also reached full capacity in the Period.

\* New MSG capacity of 400,000 tonnes was still in the trial run in the Period. Therefore this capacity was not included.

### 主要產品產能使用分析

生產的業務策略維持不變，本集團根據市場需求決定產量。期內味精、蘇氨酸及賴氨酸的產能使用率達至滿負荷。期內，黃原膠（分類為膠體分部）的產能亦達至滿負荷。

\* 400,000噸的味精新增產能在期內試運行中。因此並無計及此產能。

## Other Financial Information

### Other income

In the Period, other income amounted to approximately RMB140.3 million, which was mainly comprised of the income from the sales of waste products, amortisation of deferred income and government grants.

### Other gains

It mainly represents net foreign exchange gains generated from operating activities amounted to approximately RMB47.6 million (Corresponding Period: RMB211.7 million).

### Selling and marketing expenses

Selling and marketing expenses increased by approximately RMB54.3 million, or 6.1%, in the Period.

### Administrative expenses

Administrative expenses decreased by approximately RMB83.1 million, or 14.9%, in the Period. The decrease was due to the decrease in research and development expenses.

### Finance income

Finance income mainly represented interest income from bank deposits. The interest income from bank deposits and bank balance amounted to approximately RMB215.4 million, representing an increase of 59.5%. This was mainly due to higher USD bank balance in the Period than that of the Correspond Period.

### Finance costs

Finance costs decreased by approximately RMB7.6 million, or 6.9%, in the Period. Finance costs mainly represent the interest expenses and foreign exchange loss.

### Depreciation

Depreciation expense of the Group was approximately RMB584.2 million in the Period, representing an increase of RMB14.2 million, or 2.5%, as compared to the Corresponding Period.

### Income tax expense

Please refer to the note 8.

## 其他財務資料

### 其他收入

期內，其他收入約為人民幣140,300,000元，主要包括廢料產品銷售收入、遞延收益攤銷及政府補助。

### 其他利得

其他利得主要指產生自經營活動的外匯收益淨額約人民幣47,600,000元(去年同期：人民幣211,700,000元)。

### 銷售及市場推廣開支

期內，銷售及市場推廣開支增加約人民幣54,300,000元或6.1%。

### 行政開支

行政開支於期內減少約人民幣83,100,000元或14.9%。該減少是由於研發開支下跌。

### 財務收入

財務收入主要是銀行存款的利息收入。銀行存款及銀行結餘的利息收入約為人民幣215,400,000元，增加59.5%。此主要由於期內的美元銀行結餘高於去年同期。

### 財務成本

期內財務成本下跌約人民幣7,600,000元或6.9%。財務成本主要指利息開支及外匯虧損。

### 折舊

本集團的折舊開支於期內約為人民幣584,200,000元，較去年同期增加人民幣14,200,000元或2.5%。

### 所得稅開支

請參閱附註8。

## Dividend

The interim dividend for the Period and the Corresponding Period are shown in the following table:

## 股息

下表列示期內及去年同期的中期股息：

		2024 二零二四年 Note 1 附註1				2023 二零二三年 Note 2 附註2			
		Per share 每股股份		Amount 金額		Per share 每股股份		Amount 金額	
		RMB		RMB		RMB		RMB	
		HKD	cents	HKD	'000	HKD	cents	HKD	'000
		cents	equivalent	'000	equivalent	cents	equivalent	'000	equivalent
港仙	人民幣分	港幣千元	人民幣千元	港仙	人民幣分	港幣千元	人民幣千元		
Interim dividend	中期股息								
Basic (35%)	基本(35%)	16.0	14.6	403,280	369,098	23.0	21.0	583,392	534,954
Special (5%)	特別(5%)	2.0	1.8	50,410	46,137	-	-	-	-
		18.0	16.4	453,690	415,235	23.0	21.0	583,392	534,954

### Notes:

- The Board has resolved to pay the basic and special interim dividends for the Period, payable on or before 30 September 2024 to the Shareholders whose names appear on the register of members of the Company on 13 September 2024.
- The interim dividend for the Corresponding Period was paid.

### 附註：

- 董事會已議決將於二零二四年九月三十日或之前向於二零二四年九月十三日名列本公司股東名冊的股東派付期內基本及特別中期股息。
- 已支付去年同期的中期股息。

## Capital structure, liquidity and financial resources

### Capital structure and financial resources

The capital structure of the Group comprises share capital and bank borrowings. The Group adopted a prudent treasury policy and thus maintained a healthy liquidity position throughout the Period.

As at 30 June 2024, the Group had total bank borrowings of approximately RMB11,496.7 million (31 December 2023: RMB9,724.5 million). Bank borrowings include short term and long term bank borrowings bearing both fixed and floating interest rates. Of the total bank borrowings, approximately RMB10,902.7 million (31 December 2023: RMB9,577.5 million) were short term bank borrowings and approximately RMB594.0 million (31 December 2023: RMB147.0 million) were long term bank borrowings. The Group's bank borrowings were denominated in RMB at period end date. Depending on the needs and market situation, the Group may issue bonds and/ or raise foreign currency bank borrowings for the daily operation and investment of the Group.

As at 30 June 2024, the Group had total cash and bank balances amounting to approximately RMB13,596.4 million (31 December 2023: RMB10,880.2 million) which were mainly denominated in RMB and USD.

The Group did not use financial instruments for hedging purposes.

### Liquidity

The Group met the working capital requirements by cash generated from operations and bank borrowings during the Period. The Group had a net cash inflow of approximately RMB2,964.8 million from operating activities (Corresponding Period: RMB1,332.0 million). Taking into account the cash balances together with short term bank borrowings facilities available, the Group was financially sound throughout the Period.

As at 30 June 2024, the Group's net current assets were approximately RMB5,841.5 million (31 December 2023: RMB5,670.7 million) and current ratio (current assets divided by current liabilities) was 1.37 times (31 December 2023: 1.40 times).

## 資本架構、流動資金及財務資源

### 資本架構及財務資源

本集團的資本架構包括股本及銀行借貸。本集團採納審慎的庫務政策，因此於整個期間保持穩健的流動資金狀況。

於二零二四年六月三十日，本集團的銀行借貸總額約為人民幣11,496,700,000元（二零二三年十二月三十一日：人民幣9,724,500,000元）。銀行借貸包括短期及長期銀行借貸，並按固定及浮動利率計息。於銀行借貸總額中，約人民幣10,902,700,000元（二零二三年十二月三十一日：人民幣9,577,500,000元）為短期銀行借貸，約人民幣594,000,000元（二零二三年十二月三十一日：人民幣147,000,000元）為長期銀行借貸。本集團銀行借貸於期末結算日以人民幣計值。視乎需要及市況而定，本集團可發行債券及／或籌集外幣銀行借貸，用於本集團日常營運及投資。

於二零二四年六月三十日，本集團的現金及銀行結餘總額約為人民幣13,596,400,000元（二零二三年十二月三十一日：人民幣10,880,200,000元），主要以人民幣及美元計值。

本集團並無使用金融工具作對沖用途。

### 流動資金

於期內，本集團以營運產生的現金及銀行借貸撥付其營運資金需求。本集團經營活動所得現金流入淨額約為人民幣2,964,800,000元（去年同期：人民幣1,332,000,000元）。經計及現金結餘及可動用短期銀行借貸額度，本集團於整個期間均維持財政穩健。

於二零二四年六月三十日，本集團的流動資產淨值約為人民幣5,841,500,000元（二零二三年十二月三十一日：人民幣5,670,700,000元）及流動比率（流動資產除以流動負債）為1.37倍（二零二三年十二月三十一日：1.40倍）。

## Gearing ratio

As at 30 June 2024, the total assets of the Group amounted to approximately RMB34,901.1 million (31 December 2023: RMB32,560.9 million) whereas the total debts amounted to RMB11,496.7 million (31 December 2023: RMB9,784.9 million). The gearing ratio was approximately 32.9% (31 December 2023: 30.1%) which was calculated based on the Group's total debts over total assets. Total debts include current and non-current bank borrowings and non-current borrowings from third parties as at 30 June 2024 and 31 December 2023.

## Foreign exchange exposure

Foreign currencies of the Group are received from the export sales and bank borrowings. Such proceeds are subject to foreign exchange risk before receiving and converting them into RMB. The foreign currencies received from export sales are converted into RMB depending on needs and market conditions.

During the Period, the Group recorded a net foreign exchange gains/(losses) as follow:

		2024 二零二四年 RMB'000 人民幣千元	2023 二零二三年 RMB'000 人民幣千元
Foreign exchange gains/(losses):	外匯收益／(損失)：		
– From operating activities classified under other gains/(losses) (a)	– 來自經營活動，分類為其他收益／(損失) (a)	47,614	211,677
– From financing activities classified under finance costs	– 來自融資活動，分類為財務成本	211	(14,135)
Net foreign exchange gains/(losses)	外匯收益／(損失)淨額	<b>47,825</b>	197,542

a. During the Period, the Group recorded a net foreign exchange gains from operating activities amounting to approximately RMB47.6 million (Corresponding Period: RMB211.7 million). The decrease in the gains from operating activities was mainly due to the appreciation of USD to RMB was lower in the Period than that of the Corresponding Period.

## Contingent liabilities

As at 30 June 2024 and 31 December 2023, the Group had no material contingent liabilities.

## 資產負債比率

於二零二四年六月三十日，本集團的資產總值約為人民幣34,901,100,000元（二零二三年十二月三十一日：人民幣32,560,900,000元），而債務總額則為人民幣11,496,700,000元（二零二三年十二月三十一日：人民幣9,784,900,000元）。資產負債比率約為32.9%（二零二三年十二月三十一日：30.1%），其乃按本集團債務總額除以資產總值計算。於二零二四年六月三十日及二零二三年十二月三十一日，債務總額包括流動和非流動銀行借貸以及來自第三方的非流動借貸。

## 外匯風險

本集團的外幣乃來自出口銷售及銀行借貸。於收取有關所得款項並將其兌換為人民幣前，均須承受外匯風險。自出口銷售收取的外幣按需要及市況兌換為人民幣。

期內，本集團錄得外匯收益／(損失)淨額如下：

	2024 二零二四年 RMB'000 人民幣千元	2023 二零二三年 RMB'000 人民幣千元
a. 期內，本集團錄得經營活動外匯收益淨額約人民幣47,600,000元（去年同期：人民幣211,700,000元）。經營活動收益減少，主要是由於期內美元兌人民幣升值幅度低於去年同期所致。		

## 或然負債

於二零二四年六月三十日和二零二三年十二月三十一日，本集團並無重大或然負債。

## Charges on assets

As at 30 June 2024, RMB3,669.9 million of term deposits (31 December 2023: RMB3,390.0 million) were pledged to certain banks to secure bank borrowings of RMB4,290.0 million (31 December 2023: RMB3,610.0 million) of the Group, and RMB39.7 million of notes receivables (31 December 2023: nil) were pledged to certain bank to secure bank borrowing of RMB39.7 million (31 December 2023: nil) of the Group.

As at 30 June 2024, RMB21.0 million restricted bank balances were pledged as security for issuing notes payable (31 December 2023: RMB31.0 million).

## Significant investment held

During the Period, the Group did not hold any significant investment.

## Outlook and Future Plan

### Outlook

The global economy is projected to grow by 3.2% in 2024 according to the forecast by the International Monetary Fund (IMF) which is similar to the growth in 2023. This stable global economic growth may be challenged by various factors, such as the conflicts among countries and the rate cuts in the U.S..

In China, the economic growth for 2024 is targeted at around 5% according to the “Government Work Report” which is in line with the forecast by the IMF. Although China’s GDP growth was lowered to 4.7% in the second quarter of 2024, with the various measures promoted by the Chinese Government, the growth target of 5% may be achievable.

With the above projected economic growth, for the sake of prudence, the ASP of MSG and xanthan gum is expected to move within a narrow range at the level in the Period. The ASP of threonine and lysine may be kept at a similar level of the Period.

With the corn harvest season in the late third quarter, the corn price is expected to remain at a low level. With the reason as mentioned in the Market Overview section, the coal price is also expected to remain at a low level.

## 資產抵押

於二零二四年六月三十日，人民幣3,669,900,000元的定期存款（二零二三年十二月三十一日：人民幣3,390,000,000元）已抵押予若干銀行，以取得本集團的銀行借貸人民幣4,290,000,000元（二零二三年十二月三十一日：人民幣3,610,000,000元），及人民幣39,700,000元的應收票據（二零二三年十二月三十一日：無）已抵押予若干銀行，以取得本集團的銀行借貸人民幣39,700,000元（二零二三年十二月三十一日：無）。

於二零二四年六月三十日，受限制銀行結餘人民幣21,000,000元已抵押作發行應付票據（二零二三年十二月三十一日：人民幣31,000,000元）的抵押品。

## 持有的重大投資

期內，本集團並無持有任何重大投資。

## 展望及未來計劃

### 展望

根據國際貨幣基金組織(IMF)的預測，預計二零二四年全球經濟將增長3.2%，與二零二三年的增長相似。這種穩定的全球經濟增長可能會受到各種因素的挑戰，例如國家之間的衝突和美國的降息。

根據《政府工作報告》，中國二零二四年的經濟增長目標大約為5%，這與國際貨幣基金組織的預測一致。儘管中國國內生產總值增長率在二零二四年第二季度降至4.7%，但在中國政府推動的各種措施下，5%的增長目標將或許可以實現。

在上述經濟增長預期下，審慎起見，味精和黃原膠的平均售價預計將在期內的水平上窄幅波動。蘇氨酸和賴氨酸的平均售價可能保持在期內相似的水平。

隨著第三季度末玉米收割季節的到來，預計玉米價格將保持在低位。由於市場概覽章節提到的原因，預計煤炭價格也將保持在較低水平。

In the second half of 2024, we should be cautious about the market risks below:

1. Weak demand from the downstream customers may create price pressure for the key products.
2. New capacity of key products to be launched by peers, such as MSG and lysine, may intensify the competition in the market.
3. The geopolitical risk may have negative impact on the exports of key products.

### Future Plan

Continuous with our efforts in the Period, the foci in the second half of 2024 include:

1. finalise the trial run of the new MSG and chemical plants;
2. promote the sales of the new MSG capacity;
3. development of the three overseas regional sales offices;
4. strive to confirm a site location in the U.S.; and
5. speed up the development plan of the new 98% lysine production facility.

After the feasibility study, the plant construction plan in Eastern Europe will be suspended temporarily. We will continue our internationalisation by considering other possible locations.

### Other Information

#### Material acquisition or disposal of subsidiary and associated company

The Group had no material acquisition or disposal of subsidiaries or associated companies for the Period.

#### Employees

As at 30 June 2024, the Group had approximately 17,000 employees. Employees' remuneration was paid in accordance with relevant policies in the PRC. Appropriate salaries and bonuses were paid which were commensurate with the actual practices of the Group. Other corresponding benefits include pension, unemployment insurance, housing allowance, etc. Please refer to the paragraph headed "Share option schemes" under the "Other information" section below for the share options granted to certain employees of the Group pursuant to the Share Option Scheme.

在二零二四年下半年，我們應該謹慎對待以下市場風險：

1. 下游客戶需求疲弱可能對主要產品造成價格壓力。
2. 同行將推出的主要產品（如味精及賴氨酸）的新產能可能會加劇市場競爭。
3. 地緣政治風險可能對主要產品的出口造成負面影響。

### 未來計劃

延續我們期內的努力，二零二四年下半年的重點包括：

1. 完成新味精和化工廠的試運行；
2. 促進新味精產能的銷售；
3. 發展三個海外區域營銷中心；
4. 爭取落實美國廠址；及
5. 加快新的98%賴氨酸生產設施的發展計劃。

可行性研究完成後，東歐的工廠建設計劃將暫時停止。我們將考慮其他可能的地點來繼續我們的國際化。

### 其他資料

#### 附屬公司及聯營公司的重大收購或出售事項

本集團於期內並無進行任何附屬公司或聯營公司的重大收購或出售事項。

#### 僱員

於二零二四年六月三十日，本集團僱用約17,000名僱員。僱員薪酬根據中國有關政策支付。本集團按實際常規支付適當薪金及花紅。其他相關福利包括退休金、失業保險及住房津貼等。關於根據購股權計劃授予若干本集團僱員的購股權，請參閱下文「其他資料」一節下「購股權計劃」一段。



## Closure of register of members

The register of members of the Company will be closed from 12 September 2024 to 13 September 2024 (both dates inclusive), during which period no transfer of shares will be registered. In order to qualify for the interim dividend, all transfers of shares accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 11 September 2024.

## Corporate governance

The listing of the Shares on the Main Board of the Stock Exchange took place on 8 February 2007 and the Directors are of the opinion that the Company's corporate governance practices are based on the principles and code provisions set out in the CG Code. For the Period, the Company has complied with the CG Code except for the following:

All Directors attended the annual general meeting of the Company held on 30 May 2024, except Mr. Zhang Youming, an Independent Non-executive Director due to other engagement. All the Directors have given the Board and the committees of which they are members the benefit of their skills, expertise and varied backgrounds and qualifications through regular attendance and active participation. The Directors will also endeavor to attend future general meetings and develop a balanced understanding of the views of Shareholders.

The Audit Committee of the Company has reviewed the Group's unaudited interim condensed consolidated financial statements for the Period.

## Model Code for securities transactions by Directors

The Company has adopted the Model Code. Specific enquiries have been made with all the Directors who have confirmed that they have complied with the Model Code for the Period.

## 暫停辦理股份過戶登記手續

本公司將於二零二四年九月十二日至二零二四年九月十三日(包括首尾兩日)暫停辦理股份過戶登記手續,期間將不會辦理股份過戶登記。為符合資格獲派中期股息,所有股份過戶文件連同有關股票最遲須於二零二四年九月十一日下午四時三十分前,交回本公司的香港股份過戶登記分處卓佳證券登記有限公司,地址為香港夏慤道16號遠東金融中心17樓。

## 企業管治

股份於二零零七年二月八日在聯交所主板上市,董事認為本公司的企業管治常規乃以企業管治守則所載的原則及守則條文為基準。本公司於期內一直遵守企業管治守則,惟下列所載者除外:

除獨立非執行董事張友明先生因其他安排外,全體董事已出席本公司於二零二四年五月三十日舉行的股東週年大會。透過定期出席及積極參與董事會及彼等所屬的委員會會議,全體董事的技能、專業知識、不同背景及資歷均有利於董事會及彼等所屬的委員會。董事亦將盡力出席日後召開的股東大會,對股東的意見有均衡的瞭解。

本公司審計委員會已審閱本集團於期內的未經審核中期簡明合併財務報表。

## 董事進行證券交易的標準守則

本公司已採納標準守則。經向全體董事作出具體查詢後,彼等確認,於期內,董事已遵守標準守則。



## Purchase, Redemption or Sales of Listed Securities of the Company

During the Period, the Company repurchased a total of 4,799,000 Shares (the “Shares Repurchased”) on the Stock Exchange at an aggregate consideration of approximately HKD20.0 million before expenses. As at 30 June 2024, Shares Repurchased had been cancelled. Subsequent to 30 June 2024, the Company has repurchased a total of 1,000,000 Shares on the Stock Exchange at the aggregate consideration of approximately HKD4.3 million before expenses in July 2024. Details of the Shares Repurchased are as follows:

Month of repurchase in 2024 二零二四年購回月份		Total number of shares Repurchased 購回股份總數	Purchase price paid per share 已付每股股份購買價		Aggregate consideration paid 已付代價總額 HKD 港元
			Highest 最高 HKD 港元	Lowest 最低 HKD 港元	
January	一月	4,388,000	4.28	4.07	18,284,900
February	二月	411,000	4.22	4.17	1,723,820
Total	總額	4,799,000			20,008,720

Save as disclosed above, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the Period.

By order of the Board  
**Fufeng Group Limited**  
**Li Xuechun**  
*Chairman*

Hong Kong, 29 August 2024

As at the date of this announcement, the executive directors of the Company are Mr. Li Xuechun, Mr. Li Deheng and Mr. Li Guangyu and the independent non-executive directors of the Company are Mr. Lau Chung Wai, Mr. Zhang Youming and Ms. Li Ming.

## 購買、贖回或出售本公司的上市證券

於期內，本公司於聯交所購回合共4,799,000股股份（「購回股份」），總代價約為20,000,000港元（扣除開支前）。於二零二四年六月三十日，購回股份已獲註銷。於二零二四年六月三十日後，本公司於二零二四年七月在聯交所購回合共1,000,000股股份，總代價約為4,300,000港元（扣除開支前）。購回股份的詳情如下：

除上文所披露者外，於期內，本公司或其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

承董事會命  
**阜豐集團有限公司**  
**董事長**  
**李學純**

香港，二零二四年八月二十九日

於本公告日期，本公司的執行董事為李學純先生、李德衡先生及李廣玉先生；而本公司的獨立非執行董事為劉仲緯先生、張友明先生及李銘女士。

## GLOSSARY

### 詞彙

ASP 平均售價	average selling price(s) of the products of the Group 本集團產品的平均售價
Audit Committee 審計委員會	audit committee of the Board 董事會審計委員會
Board 董事會	the board of Directors 董事會
BVI 英屬處女群島	The British Virgin Islands 英屬處女群島
CG Code 企業管治守則	Code on Corporate Governance Practice under Appendix C1 of the Listing Rules 上市規則附錄C1項下企業管治常規守則
Company 本公司	Fufeng Group Limited 阜豐集團有限公司
Corresponding Period 去年同期	six months ended 30 June 2023 截至二零二三年六月三十日止六個月
Director(s) 董事	the director(s) of the Company 本公司董事
FVOCI 按公平值計入其他綜合收益	fair value through other comprehensive income 按公平值計入其他綜合收益
Group 本集團	the Company and its subsidiaries 本公司及其附屬公司
HKAS 香港會計準則	Hong Kong Accounting Standard issued by HKICPA 香港會計師公會頒佈的香港會計準則
HKFRS 香港財務報告準則	Hong Kong Financial Reporting Standards issued by HKICPA 香港會計師公會頒佈的香港財務報告準則
HKICPA 香港會計師公會	Hong Kong Institute of Certified Public Accountants 香港會計師公會
Hong Kong 香港	the Hong Kong Special Administrative Region of the PRC 中國香港特別行政區
Listing Rules 上市規則	the Rules Governing the Listing of Securities on the Stock Exchange 聯交所證券上市規則
Model Code 標準守則	Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 of the Listing Rules 上市規則附錄C3所載上市發行人董事進行證券交易的標準守則

MSG 味精	monosodium glutamate, a salt of glutamic acid which is commonly used as a flavour enhancer and additive in the food industry, restaurant and household application 谷氨酸鈉，為食品業、食肆及家庭普遍用作調味劑及添加劑的谷氨酸鹽
Period 期內	six months ended 30 June 2024 截至二零二四年六月三十日止六個月
PRC 中國	the People's Republic of China, which for the purpose of this announcement exclude Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan 中華人民共和國，就本公告而言，不包括香港、中國澳門特別行政區及台灣
Share(s) 股份	share(s) in the share capital of the Company 本公司股本中的股份
Shareholder(s) 股東	holder(s) of the Share(s) 股份持有人
Stock Exchange 聯交所	the Stock Exchange of Hong Kong Limited 香港聯合交易所有限公司
U.S. 美國	the United States of America 美利堅合眾國
HKD 港元	Hong Kong dollars, the lawful currency of Hong Kong 香港法定貨幣港元
RMB 人民幣	Renminbi, the lawful currency of the PRC 中國法定貨幣人民幣
USD 美元	United States dollars, the lawful currency of the U.S. 美國法定貨幣美元
% %	per cent 百分比