

Stock code: 002493

Stock abbreviation: Rongsheng Petrochemical

Announcement No: 2025-014

# Summary of 2024 Annual Report of Rongsheng Petrochemical Co., Ltd.

## I. Important Tips

This summary is extracted from the full annual report. To fully understand the Company's operating results, financial status and future development plan, investors should read the full annual report carefully disclosed on the media designated by China Securities Regulatory Commission (CSRC).

All directors have attended the Board meeting to consider this annual report.

Notes of non-standard audit opinion

☐ Applicable ☒ Not applicable

The plan for the profit distribution or the plan for converting reserved funds into share capital during the reporting period deliberated by the Board of Directors

☒ Applicable ☐ Not applicable

Convert reserved funds into share capital or not

☐ Applicable ☒ Not applicable

The plan for the profit distribution deliberated and approved by the board of directors is as follows: taking 9,572,292,142 shares as the radix, the Company will send cash dividends of RMB 1 (tax included) and 0 bonus share (tax included) to all shareholders for every 10 shares, and instead of converting capital reserve into share capital.

The plan for the distribution of preferred stock profits during the reporting period adopted by the board of directors through resolution

☐ Applicable ☒ Not applicable

## II. Basic Information of the Company

### 1. Company Profile

Stock abbreviation	Rongsheng Petrochemical	Stock code	002493
Listed on	Shenzhen Stock Exchange		
Abbreviation before change (if any)	None		
Contact information	Secretary of the Board of Directors	Representative of securities affairs	
Name	Quan Weiying	Hu Yangyang	
Address	Lanjue International Office Building, No. 358 Jincheng Road, Xiaoshan District, Hangzhou City, Zhejiang Province	Lanjue International Office Building, No. 358 Jincheng Road, Xiaoshan District, Hangzhou City, Zhejiang Province	

<b>Fax</b>	0571-82527208 extension 8150	0571-82527208 extension 8150
<b>Tel</b>	0571-82520189	0571-82520189
<b>E-mail</b>	qwy@rong-sheng.com	yangyang@rong-sheng.com

## 2. Main Business or Product Introduction during the Reporting Period

### (1) Industry of the Company during the Reporting Period

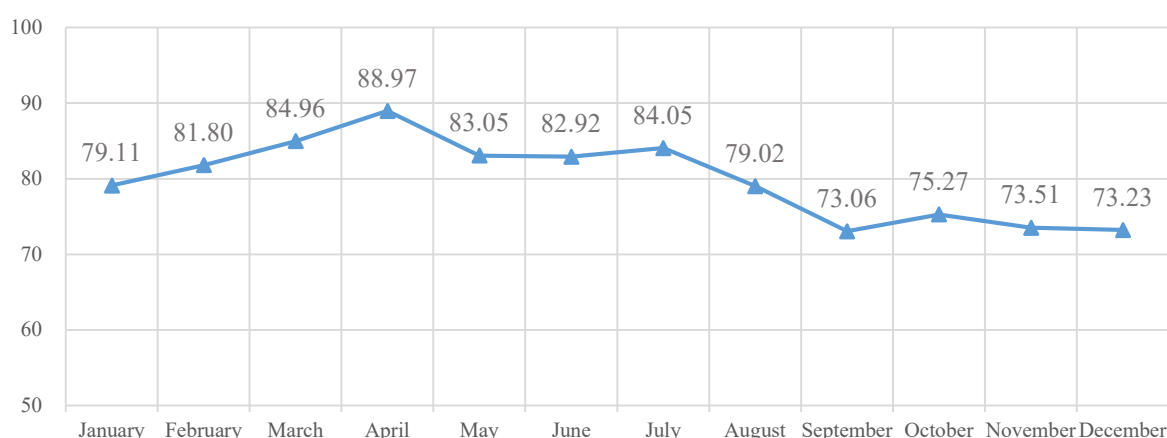
Looking back at 2024, the global economy experienced slow growth with a gradually declining inflation rate. While major economies maintained accommodative monetary policies, their upward momentum remained somewhat insufficient. Amid complex and challenging external conditions, China's economy forged ahead against headwinds, achieving stable progress with continuously reinforced positive trends. Its strides along the path of high-quality development grew steadier, providing strong support and creating more opportunities for global economic recovery and development.

#### (I) Global economy

During the reporting period, the world economy continued its slow recovery amidst multiple challenges, advancing along a low-to-moderate growth trajectory with uneven progress. Regional divergence in economic growth became more pronounced, with emerging economies remaining the primary drivers of global economic expansion. According to World Bank and International Monetary Fund (hereinafter referred to as the "IMF") estimates, global GDP growth reached 3.2% in 2024, up from 2.6% in 2023. The rising inflationary trend was partially contained, while international trade showed activity amid fluctuations, and the restructuring of global industrial chains accelerated, with major economies maintaining loose fiscal and monetary policies. IMF data indicates that the global commodity price index for 2024 stood at 165.2, down by 0.3% from 2023, signaling an overall moderation in commodity prices.

USD/Barrel

### Brent crude oil price in 2024



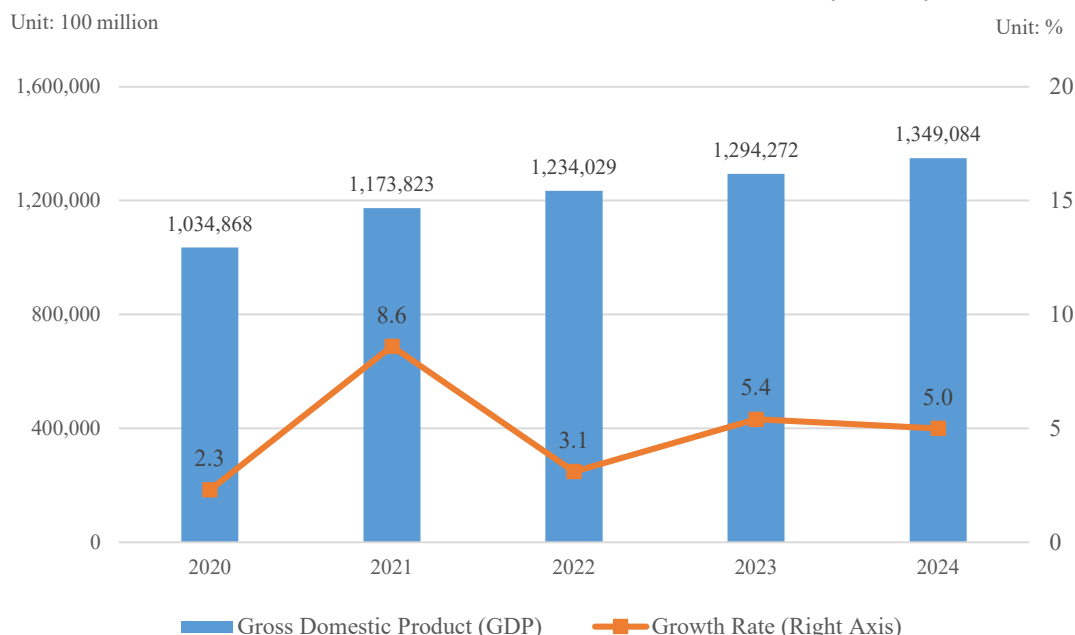
Source: Wind

#### (II) Domestic economy

This year, amid complex economic conditions, 'China's economy maintained steady progress. The Gross Domestic Product (GDP) reached RMB 134.91 trillion, marking a 5% year-on-year growth, elevating the economic scale to new heights while maintaining leading growth momentum among major economies. The quarterly GDP growth rates were 5.3%, 4.7%, 4.6%, and 5.4%, respectively, demonstrating a pattern of "strong start, moderate

mid-year, and upward end”, reflecting overall stable and progressive economic performance. The value-added output of industrial enterprises above designated size grew by 5.8% year-on-year, with total profits reaching RMB 7.4 trillion. Following the timely introduction of incremental policies, industrial production sustained recovery and profitability gradually rebounded, confirming that the fundamental trend and supporting conditions for long-term economic growth remain unchanged.

## 2020-2024 Gross Domestic Product (GDP)



Source: National Bureau of Statistics

### (III) Petrochemical industry

The petrochemical industry faced both opportunities and challenges. Evolving global dynamics continued to impact China’s crude oil imports and product pricing systems through persistent supply chain uncertainties. However, China benefited from comprehensive supporting advantages across its complete chemical industrial chain, with production and consumption capacities for multiple chemical products ranking first globally. According to European Chemical Industry Council (CEFIC) data, China accounted for 43% of global chemical sales in 2023. In recent years, China’s petrochemical enterprises have achieved remarkable technological and innovative advancements. Leveraging robust domestic demand for chemical products and actively responding to the “Belt and Road Initiative”, they continued expanding into emerging chemical markets. Under the guidance of the “dual-circulation” development paradigm, transitioning from “product exports” to “capacity globalization” is emerging as a critical strategic pathway for the global layout of petrochemical enterprises.

According to statistics from the China Petroleum and Chemical Industry Federation, China’s petrochemical industry achieved an operating revenue of RMB 16.28 trillion in 2024, with a year-on-year increase of 2.1%; and a total profit of RMB 789.71 billion, with an year-on-year decrease of 8.8%, indicating the industry remains in an adjustment cycle; The industry’s total import-export volume stood at USD 948.81 billion, with a year-on-year decrease of 2.4%, showing overall stable trade performance. Breaking down by sector, the oil & gas sector benefited from reserve expansion and production increase policies, generating RMB 1.49 trillion in revenue (+1.5% YoY), and RMB 336.08 billion in profits (+12.4% YoY). The refining sector showed recovery due to low-base effects, with domestic refined oil product output (gasoline, kerosene, and diesel combined) reaching 419 million tons (+0.3% YoY). The chemical sector reported RMB 9.76 trillion in revenue (+4.6% YoY), but profits fell to RMB 454.44 billion (-6.4% YoY) due to downstream property market weakness.

In 2024, multiple government bodies including the State Council, the National Development and Reform

Commission, and the Ministry of Industry and Information Technology introduced various regulatory policies to support and standardize the petrochemical industry. The “large-scale equipment renewals and the trade-in of old consumer goods” policies boosted demand for chemical materials, while environmental policies continued guiding green transformation. Industrial policies like the *Implementation Plan for Innovative Development of Fine Chemical Industry (2024-2027)* and the *Work Plan for Digital Transformation of Raw Material Industry (2024-2026)* promoted the reshaping of market structures, and guided the direction for the refined and intelligent development of petrochemical enterprises.

S/N	Policy	Issuing authority	Time
1	<i>Work Plan for Digital Transformation of Raw Material Industry (2024-2026)</i>	Ministry of Industry and Information Technology (MIIT) and Other Eight Ministries and Commissions	January 16, 2024
2	<i>Implementation Opinions on Promoting the Innovative Development of Future Industries</i>	MIIT and Other Six Ministries and Commissions	January 29, 2024
3	Action Plan for Promoting Large-Scale Equipment Renewal and Consumer Goods Trade-in	State Council	March 13, 2024
4	<i>2024-2025 Energy Conservation and Carbon Reduction Action Plan</i>	State Council	May 29, 2024
5	<i>Notice on Improving New Energy Integration to Ensure High-Quality Development of New Energy</i>	National Energy Administration	June 4, 2024
6	<i>Work Plan for Phasing Out and Upgrading Outdated Chemical Plants</i>	Ministry of Emergency Management and three other departments	June 14, 2024
7	<i>Implementation Plan for Innovative Development of Fine Chemical Industry (2024-2027)</i>	Ministry of Industry and Information Technology (MIIT) and eight other departments	July 12, 2024
8	<i>Several Measures to Strengthen Support for Large-Scale Equipment Renewal and Consumer Goods Trade-in</i>	National Development and Reform Commission (NDRC) and Ministry of Finance	July 24, 2024
9	<i>Work Plan for Accelerating the Establishment of a Dual Control System for Carbon Emission</i>	General Office of the State Council	July 30, 2024
10	<i>Opinions on Accelerating the All-round Green Transformation of Economic and Social Development</i>	Central Committee of the Communist Party of China and the State Council	August 11, 2024
11	<i>Guiding Opinions on Vigorously Taking the Renewable Energy Substitution Action</i>	NDRC and Other Five Ministries and Commissions	October 18, 2024
12	<i>Energy Law of the People's Republic of China</i>	14th National People's Congress Standing Committee	November 8, 2024

The evolution of industry cycles will continue testing corporate strategic resilience, while technological upgrading and capacity optimization remain key to breakthrough. China's petrochemical industry, with a solid development foundation, is an important pillar industry of the national economy. Leading integrated refining-chemical enterprises like Rongsheng Petrochemical actively advance “oil-to-chemicals” transformation through their integrated advantages, tapping cost-reduction and efficiency-enhancement potential while rapidly responding to market demands to continuously improve profitability. Currently, three dominant trends are shaping the industry's development: high-end, digital intelligence, and green and low-carbon. Domestic petrochemical companies are vigorously developing innovative fine chemicals with growing R&D investment in high-end chemical products. With emerging technologies proliferating, the digital transformation in China's petrochemical

industry is deepening, leveraging IoT, big data and AI to enhance digital energy efficiency and new material R&D, thereby strengthening anti-cyclical capabilities. As the “carbon peaking and carbon neutrality” agenda accelerates, green and low-carbon development has become an imperative for industry transformation and upgrading. Petrochemical enterprises must simultaneously improve production energy efficiency and increase R&D investment in clean energy technologies to meet future market requirements.

#### **(IV) Industry position and competitive advantages of the Company**

As one of the world’s leading chemical material producers, Rongsheng Petrochemical is a major manufacturer of polyester, new energy materials, engineering plastics, and high-value-added polyolefins in China and Asia. The refining and chemical integration project of ZPC, which was led by the Company, boasts an annual processing capacity of 40 million tons of crude oil, 8.8 million tons of paraxylene (PX), and 4.2 million tons of ethylene, achieving globally leading integration rates. In July 2024, US Chemical & Engineering News (C&EN) ranked Rongsheng Petrochemical 14th in its “Global Top 50 Chemical Companies 2024”, marking the Company’s fourth consecutive year on the list. The same year, Rongsheng Petrochemical was ranked 8th in ICIS’ “World Top 100 Chemical Companies”, 6th in US Chemical Week’s “Billion-Dollar Club of Global Chemical Companies”, and 6th in Brand Finance’s “World’s Most Valuable Chemical Brands 2024”. In November 2024, the globally authoritative index provider MSCI (Morgan Stanley Capital International) announced its latest ESG ratings, with Rongsheng Petrochemical’s MSCI ESG rating upgraded to BBB, ranking among the global leaders in the Diversified Chemicals sector, demonstrating management performance at the forefront of the global petrochemical industry in terms of carbon emission reduction, water resource management, and corporate governance.

In recent years, the Company has actively responded to national policy directives through technological innovation, green transformation, and strategic planning to drive transformation and upgrading. For vertical extension, it has continued to strengthen the resource integration and scale effects of its refining and chemical integration model, and fully leveraged its advantages of “cost reduction and efficiency improvement” and potential of “oil-to-chemical conversion” to enhance operational performance. For horizontal expansion, the Company has actively laid out differentiated, high-end, and green product systems, with its product portfolio covering new energy materials, polyester, synthetic resins, and other sectors, significantly boosting its comprehensive competitiveness in the global market. Through the projects such as ZPC’s refining and chemical integration project and Jintang new materials, it is aggressively developing high-value downstream sectors including new energy materials and premium resins; By continuously extending and complementing its industrial chain, it achieves comprehensive coverage from basic chemical raw materials to advanced new materials, establishing a production system with high-quality development. In terms of global cooperation, the strategic partnership between Rongsheng Petrochemical and Saudi Aramco has further solidified its industry position. Since Aramco’s strategic investment in 2023, both parties have deepened collaboration in crude oil procurement, raw material supply, technological exchange, and overseas market expansion. In 2024, the Company enhanced equity cooperation with Aramco through joint development of the Zhongjin Petrochemical and SASREF expansion projects, substantially strengthening its global layout.

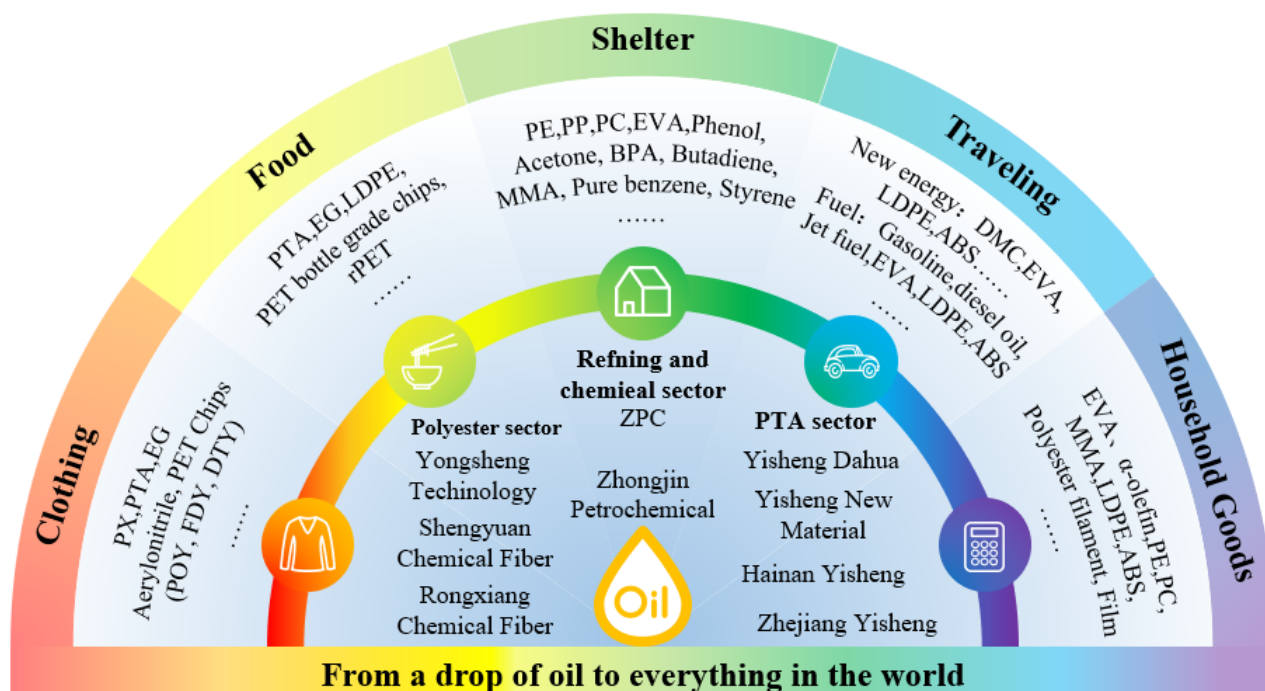
## **(2) Analysis of Main Business**

Rongsheng Petrochemical is one of the leading private petrochemical enterprises in China. It is mainly engaged in the research, development, production and sales of all kinds of oil products, chemicals and polyester products. It has established seven production bases in Bohai Economic Rim, Yangtze River Delta Economic Circle and Hainan Belt and Road Economic Circle, forming five industrial chains of polyester, engineering plastics, new energy, high-end polyolefin and special rubber. It is one of the important producers of polyester, new energy materials, engineering plastics and high value-added polyolefin in Asia, with the largest production capacity of chemicals such as PX and PTA in the world.

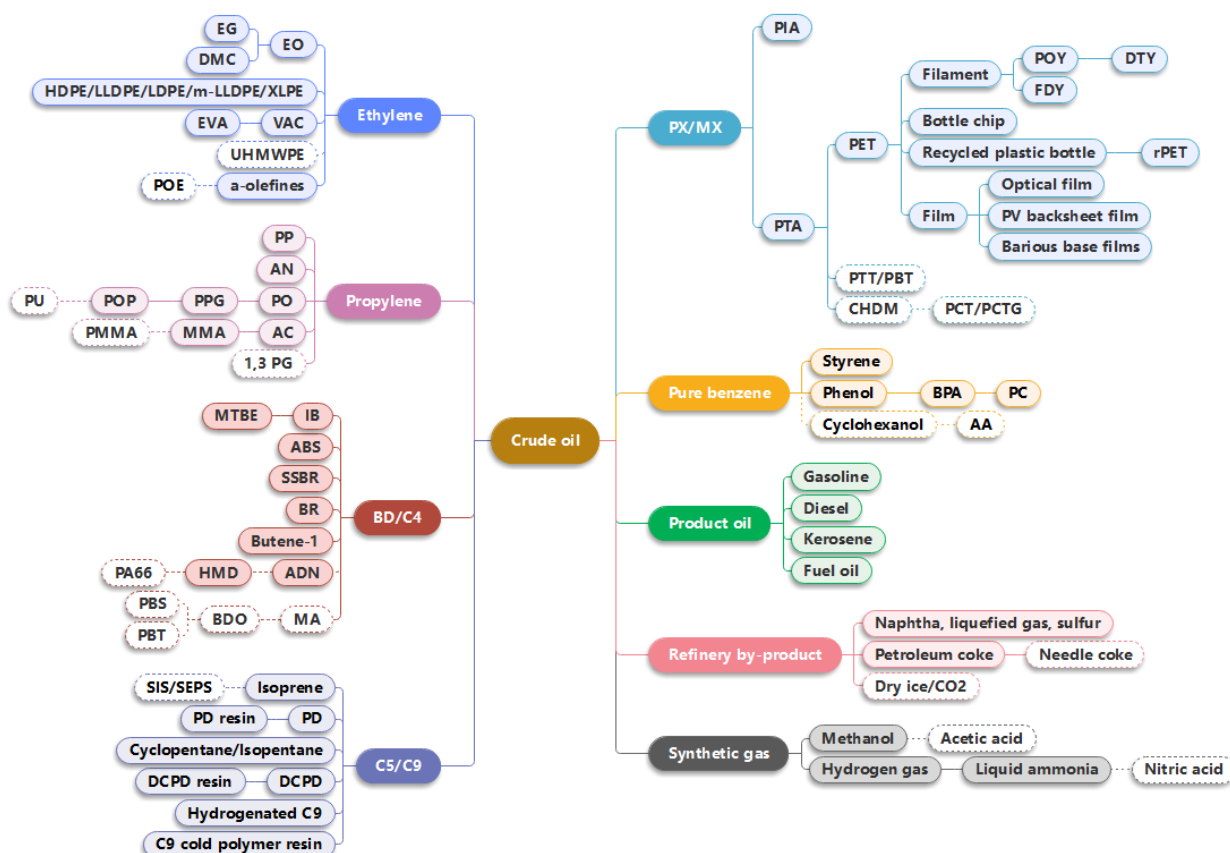
### **(I) Main products**

The Company’s products are rich in variety and complete in specifications, covering many fields such as new

energy, new materials, organic chemicals, synthetic fibers, synthetic resins, synthetic rubber, and oil products, basically achieving “from a drop of oil to everything in the world”, and constantly upgrading and improving the industrial chain of new materials on the basis of the existing super-large integrated refining base worldwide and complete upstream and downstream facilities.



At present, the main products are shown in the following figure:



Note: products marked by dotted line / dotted box are products under the plan.

## (II) Operation measures



China's economy demonstrated remarkable resilience and innovative vitality amid pressures and difficulties, consolidating stable growth while making solid progress. The petrochemical industry maintained fundamental stability with breakthrough advancements, where technological innovation and low-carbon transformation emerged as core drivers for further industrial development. During the reporting period, under the leadership of the Board of Directors, the Company firmly seized the opportunity, stabilized the "core business foundation" of existing industries, explored high-end materials as new growth frontiers, focused on promoting the "three-oriented" transformation of internationalization, greening and digital-intelligence, and made solid progress in high-quality development.

### **1. Advance industrial layout through vertical and horizontal planning**

In 2024, we steadfastly implemented our "Vertical-Horizontal" development strategy, achieving steady progress in international cooperation while pursuing differentiated growth. Establish "new pillars" for global collaboration. This year, the Company signed the *Memorandum of Cooperation* and the *Collaboration Framework Agreement* with Saudi Aramco to jointly explore joint operations of Zhongjin Petrochemical and Jubail Refining and Chemical Company, expand overseas markets through mutual equity participation and joint projects by subsidiaries, tap the cooperation potential in operation management, resource advantages, sales channels and cutting-edge technologies, strengthen the complementarity of industrial chains, enhance the global market share, enhance the anti-risk ability of transnational operations, and ensure the sustainable growth of the Company in its globalization journey. Accelerate "milestones" by project construction. This year, ZPC put into production a pilot plant of  $\alpha$ -olefins with an annual output of 1,000 tons, laying the foundation for the whole industrial chain of POE; The successful trial production of 100,000 tons/year rare earth cis-polybutadiene rubber plant marked an important step for the Company in the field of green tire materials; The 380,000 tons/year polyether plant produced qualified products, the 1,500,000-ton multifunctional polyester chip project was successfully put into production, and the Jintang new materials and other projects were promoted in an orderly manner, which continuously expanded the Company's differentiated, high-end and green product matrix.

### **2. Enhance the whole chain with digital intelligence and lean management**

In 2024, guided by our operational philosophy of "stability based, efficiency prioritized", we relentlessly pursued cost reduction and efficiency improvement, achieved remarkable results through lean management, and realized "zero accidents" for safe production throughout the year. Optimize and tighten the "benefit valve" in the whole chain. This year, we adhered to the market efficiency of products as the guide, adjusted the processing scheme flexibly in time, carried out in-depth optimization of the whole industrial chain, and completed three "oil conversion" processing technologies and process reserves for "light, medium and heavy" components of catalytic gasoline; We researched and implemented cross-flow filtration technology of oil residue, which continuously improved the technical economy of slurry bed; We improved the product yield, optimized the production process, and continuously enhanced the market adaptability of the integrated refining and chemical operation scheme. Drive and activate "new momentum" by digital intelligence. This year, Zhejiang Petrochemical's "Digitization Project of Refining and Chemical Integration" was selected as a national advanced manufacturing project, and the construction of MES energy module continued to advance, realizing the informationization and digitalization of energy management; The advanced control project was put into full use, which became an important means to save energy, reduce consumption, tap potential and increase efficiency. The reservation and delivery system for hazardous chemicals of Zhongjin Petrochemical was officially put into operation, and the automatic license plate recognition system for loading vehicles of Yongsheng Technology was successfully put into use. Information technology is deeply integrated with the Company's business processes, and various measures are taken to boost cost reduction and efficiency improvement.

### **3. Enhance quality and efficiency through low-carbon transformation and innovation**

In 2024, we led the industrial upgrading with technological innovation and empower sustainable development with clean and low carbon. Enter the "Fast Lane" via technological breakthroughs. This year, the Company invested

RMB 5.101 billion in R&D, significantly enhanced its independent R&D innovation capability, continued to build a collaborative innovation ecology of “Industry-University-Research-Application”, deeply participated in the formulation of industry standards, and was awarded the “Zhejiang High-tech Enterprise R&D Center”, which further strengthened the supporting force of the technology platform. Multiple self-developed new products passed certification, and with Zhejiang Petrochemical’s containerized marine packaging successfully delivered, technological innovation continued to elevate its product competitiveness. Paint a “new background” via low-carbon transformation. This year, the Company invested RMB 273 million in environmental protection, and ZPC led the country in energy efficiency and water efficiency of many key products for two consecutive years. Its industrial chain of high-value utilization of carbon dioxide realized the synergy of energy saving, pollution reduction, carbon reduction and high-value utilization of carbon dioxide, and continuously transformed environmental benefits into economic benefits. Yisheng Dahua carried out major energy-saving and water-saving technical transformation projects and won the title of “Dalian Water-saving Enterprise”; Shengyuan Chemical Fiber Distributed Photovoltaic Power Generation Project achieved grid-connected operation, which can provide 15 million kWh of green electricity every year; Yongsheng Technology’s boiler fuel was cleaned and upgraded, effectively reducing the impact of volatile gases on the environment. With the exploration and practice in low-carbon transformation, Rongsheng Petrochemical’s ESG rating was upgraded from B to BBB, and its CDP rating also achieved excellent improvement, ranking among the top in the global general and diverse chemicals industry, and it was awarded as “the Best Listed Company for ESG Management in 2024”.

### **(III) Operation synergy**

#### **1. Controlling shareholder**

Rongsheng Holdings ranks 138th among the top 500 enterprises in the world, 40th among the top 500 Chinese enterprises and 5th among the top 500 private enterprises in China. At present, the Group has listed companies such as Rongsheng Petrochemical (stock code: 002493) and Ningbo United (stock code: 600051), with its business involving oil and gas upstream and trading, coal, logistics, equipment manufacturing, process engineering technology, real estate, venture capital and other fields; Rongtong Logistics, a subsidiary is a national AAAA-level logistics enterprise, which has a mature and stable carrier cooperation operation platform; Suzhou Shenghui Equipment Co., Ltd., a holding company, specializes in the design, manufacture and sales of pressure vessels, cryogenic equipment, spherical tanks and marine equipment; Shanghai Huanqiu Engineering Co., Ltd., a joint stock company of the Company, has extremely rich experience in engineering EPC; A number of projects invested by Zhejiang Rongsheng Venture Investment Co., Ltd. not only achieved good economic benefits, but also promoted the synergy of the industrial chain; In addition, a number of other investments are also constantly advancing.

#### **2. Strategic investors**

Rongsheng Petrochemical and Saudi Aramco form the upstream and downstream in the industry and maintain a good foundation for cooperation. The two companies will carry out all-round consultations and cooperation, such as: ① Frontier technology sharing cooperation: The two companies will sincerely discuss to complement each other’s technologies through their advantages, jointly develop new technologies, processes and equipment to meet the future market demand, and promote them on the market, and at the same time share the necessary resources for research and development; ② Stable crude oil supply guarantee: Saudi Aramco supplies ZPC with high-quality crude oil with the promised quantity of 480,000 barrels per day, and provides the Company with production raw materials such as naphtha, mixed xylene and straight-run fuel; ③ Interest-free purchase credit line: A credit line with a term of 20 years and an amount of USD 800 million, which can be increased during the cooperation period, will be provided, which is conducive to improving the capital utilization efficiency of ZPC and will have a positive impact on improving its profitability; ④ Flexible cooperation in crude oil storage: Though amicable negotiations of related parties, the Company provides Saudi Aramco with crude oil storage tanks and related facilities in Zhoushan, and Saudi Aramco needs to maintain a crude oil inventory of not less than 1.5 million metric tons, which is helpful to ensure the crude oil supply of ZPC; ⑤ Broad global sales channels: Relying on overseas sales channels



of Saudi Aramco, the Company can further expand the international market of its products and deepen strategic cooperation with overseas customers. Similarly, with the Company's deep-seated resources for many years, Saudi Aramco can also quickly enter the relevant international and domestic markets.

In addition, Rongsheng Petrochemical planned to acquire 50% equity in SASREF Refinery, a wholly-owned subsidiary of Saudi Aramco in Jubail, Saudi Arabia, and participate in its expansion. This "powerful alliance" achieves the advance of raw material supply and the expansion of global sales channels, promotes resource sharing and industrial chain coordination, and jointly builds an industrial ecology with mutual benefits and win-win situation. As a practitioner of the "Belt and Road Initiative", Rongsheng Petrochemical, driven by the dual drivers of "going out" and "attracting investment", has established a strategic fulcrum in the Middle East, laid out a supply chain network around the Indian Ocean, and attracted international strategic funds to invest in China for long term, injecting continuous vitality for its prosperous development.

### **3. Refining and chemical sector**

#### **3.1. ZPC**

With the goal of building a "private, green, international, trillion-level and flagship" base, ZPC's refining and chemical integration project has been planned and unified at one time. At present, it has formed a world-class refining and chemical integration base with a processing capacity of 40 million tons/year for oil refining, 8.8 million tons/year for paraxylene and 4.2 million tons/year for ethylene, among which the single scale for hydrogenation, reforming and PX is the largest in the world. The project is designed to maximize the refining and chemical integration, provide high-quality raw materials for downstream chemical devices, maximize the production of aromatic hydrocarbons (PX) and chemical products, and minimize the output of fuel. The yield of fuel is lower than the industry average, with outstanding effect of reducing oil and increasing chemical. Meanwhile, through the optimal utilization of energy resources such as steam and water, and full use of the low-temperature waste heat of the device, it builds the world's largest thermal seawater desalination device to realize energy saving and emission reduction. The refining and chemical integration rate of the project ranks first in the world, far higher than the average level of petrochemical industry integration in China, and the scale and integration degree of the base are at a leading position in the world.

ZPC's crude oil has strong adaptability, and can be stored according to light, medium, heavy and acid, transported separately and refined separately. Combined with blending means, it can process 80%-90% of the global crude oil, which greatly enhances its adaptability to oil price fluctuations and offers obvious advantages compared with other domestic leading enterprises. It has flexible product structure, and mature and reliable technology, and its main device scale and technical and economic indicators represent the most advanced level worldwide. As a result of one-time overall planning, oil refining, aromatic hydrocarbon and ethylene fully demonstrate the concept of "molecular oil refining" and make the best use of the material. All olefins are deeply processed into chemicals with high import dependence, which makes them have stronger ability to cope with the industry cycle.

As the upstream industry of the polyester industry chain, ZPC has successfully established the last link of the whole process from a drop of oil to a piece of fiber for the Company, and formed the great advantage of upstream and downstream integration of the polyester industry. ZPC is located in Zhoushan, a part of East China, which is the main consumer of terminal chemicals. The Yangtze River Delta contains about 70% of China's production capacity of plastics and chemical fibers, with obvious regional advantages. Located in Zhejiang Free Trade Zone, ZPC enjoys various preferential policies in the free trade zone and has continuously obtained the export quota of refined oil; Yushan Island, where it is located, is an uninhabited island. Therefore, it is convenient for development and utilization, and will have little impact on the surrounding society and broad development space in the future; Being close to the consumer market, ZPC enjoys a prominent position advantage as a sea-land hub at the Ningbo-Zhoushan port with convenient access to bulk materials and products, and a significantly low transportation costs.

#### **3.2. Zhongjin Petrochemical**

Zhongjin Project, which was put into operation in August 2015, is an aromatic hydrocarbon combined plant

currently in service with leading single scale in the world. This project pioneered the process of making aromatic hydrocarbon products with fuel oil (cheaper than naphtha) as raw material, and adopted a new technical route, which can solve the shortage of global naphtha supply, greatly save the procurement cost of raw materials, introduce the concept of “circular economy”, and innovatively use the by-product hydrogen to process fuel oil into naphtha.

The new disproportionation catalyst jointly developed by Zhongjin Petrochemical and Tongji University has been successfully applied for the first time in ZPC 2# disproportionation plant (3.5 million tons/year). The catalyst has the excellent characteristics of “three highs”, namely high space velocity, high yield and high conversion and utilization rate of heavy aromatic hydrocarbon, and has good operation stability, whose comprehensive performance and technical indicators have reached the advanced level in the world at present, realizing import substitution, which reflects the staged progress of the Company’s scientific research and innovation ability and level, and is of great significance for continuously improving the technical level of production equipment, improving the conversion and utilization efficiency of raw materials, reducing consumption and production costs, and realizing the aromatic hydrocarbon production from large to strong and achieving green efficiency.

### **3.3. Rongsheng New Materials (Zhoushan)**

As the expansion area of Zhoushan Green Petrochemical Base, relying on ZPC and Ningbo Zhongjin Petrochemical, it extends the industrial chain downstream and develops fine chemicals and new chemical materials. The company focuses on developing downstream products of the existing industrial chains of ZPC and Zhongjin, to achieve the value-added and efficiency increase in raw materials of Zhongjin and ZPC. At present, the project has started construction and related work is progressing in an orderly manner.

## **4. PTA sector**

Since the establishment of the first private PTA production line in 2002, the Company has insisted on independent innovation, successively developed and built the first domestic PTA process package and production equipment with independent intellectual property rights, and realized the first domestic application of core equipment such as large-scale oxidation reactors and high-speed pumps, which changed the long-term dependence of China’s PTA industry on the introduction of complete sets of foreign patented technology, and promoted a large number of domestic equipment manufacturers to achieve leap-forward development. At the same time, we have continuously carried out technical transformation on existing equipment to improve production efficiency and product quality, and at the same time continuously optimized raw material consumption to ensure efficient use of resources. Meanwhile, the Company has steadily promoted the launch of new production capacity, on the one hand, to meet the growing market demand, and on the other hand, to stabilize the Company’s leading position in the polyester industry.

## **5. Polyester sector**

With the general policy of “safety and environmental protection, quality improvement, cost reduction and benefits increase”, the Company focuses on strengthening pandemic prevention and control, implementing hidden danger treatment, boosting process optimization and promoting lean production management. Yongsheng Technology’s 250,000-ton functional polyester film expansion project has been successfully put into production, and the Company’s annual polyester film production capacity has reached 430,000 tons, ranking the top four in China. The Company’s PTA production enterprises make full use of the advantages of the Company’s complete industrial chain integration to continuously tap the potential and increase benefits to produce polyester bottle chips. At present, its production capacity ranks first in China, with part of PTA production capacity consumed locally, which enhances the competitiveness of the enterprise and improve the economic benefits. The 500,000 tons of differentiated fiber project of Shengyuan Phase II, which mainly produces flame-retardant, functional and dye-free fiber products, is also in progress.

## **3. Key Accounting Data and Financial Indicators**

## (1) Key Accounting Data and Financial Indicators in Recent Three Years

Whether the Company needs to retroactively adjust or restate the accounting data of the previous years

☐ Yes ☒ No

Unit: RMB

	At the end of 2024	At the end of 2023	Increase or decrease at the end of this year compared with the end of the previous year	At the end of 2022
Total assets	377,845,944,183.98	374,918,440,311.68	0.78%	362,588,594,491.52
Net assets attributable to shareholders of the listed company	43,859,172,287.65	44,335,891,085.79	-1.08%	47,261,560,704.95
	2024	2023	Increase or decrease of this year compared with the previous year	2022
Operating revenue	326,475,162,608.88	325,111,614,268.09	0.42%	289,094,841,612.76
Net profit attributable to shareholders of the listed company	724,484,686.45	1,158,146,248.89	-37.44%	3,340,713,394.56
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	762,154,045.53	820,092,947.36	-7.06%	2,012,164,243.32
Net cash flows from operating activities	34,609,126,604.88	28,079,221,508.73	23.26%	19,058,136,885.36
Basic EPS (RMB per share)	0.08	0.12	-33.33%	0.33
Diluted EPS (RMB per share)	0.08	0.12	-33.33%	0.33
Weighted average ROE	1.65%	2.48%	-0.83%	6.87%

## (2) Key Accounting Data on a Quarterly Basis

Unit: RMB

	Q1	Q2	Q3	Q4
Operating revenue	81,088,312,171.89	80,161,432,105.96	83,946,567,914.37	81,278,850,416.66
Net profit attributable to shareholders of the listed company	552,356,783.62	305,578,099.52	18,742,137.68	-152,192,334.37
Net profit attributable to shareholders of the listed company net of non-recurring gain and loss	474,627,417.74	197,749,139.41	15,815,885.95	73,961,602.43
Net cash flow from operating activities	4,129,270,983.86	4,263,267,368.09	11,323,922,792.34	14,892,665,460.58

Whether there is significant difference between the above financial indicators or the total sum of them and the financial indicators related to the quarterly report and semiannual report disclosed by the Company

☐ Yes ☒ No

#### 4. Situation of Share Capital and Shareholders

##### (1) Number of ordinary shareholders and preferred shareholders with voting rights restored, and shareholdings of the top 10 shareholders

Unit: share

Total number of common shareholders at the end of the reporting period	89,709	Total number of common shareholders at the end of the last month before the disclosure date of the annual report	87,976	Total number of preferred shareholders with voting rights restored at the end of the reporting period	0	Total number of preferred shareholders whose voting rights were restored at the end of last month before the disclosure date of annual report	0
Shareholdings of the top 10 shareholders (excluding shares lent through refinancing)							
Name of shareholders	Nature of shareholders	Shareholding ratio	Number of shares held at the end of the report period	Number of shares held with limited sales conditions	Pledge, marking or freezing		
					Share status	Number	
Zhejiang Rongsheng Holding Group Co., Ltd.	Domestic non-state-owned legal person	53.16%	5,382,659,734	0	Not applicable	0	
Aramco Overseas Company B.V.	Overseas legal person	10.00%	1,012,552,501	0	Not applicable	0	
Li Shuirong	Domestic natural person	6.35%	643,275,000	482,456,250	Not applicable	0	
Hong Kong Securities Clearing Company Limited	Overseas legal person	1.74%	175,884,129	0	Not applicable	0	
Li Guoqing	Domestic natural person	0.95%	96,525,000	72,393,750	Not applicable	0	
Xu Yuejuan	Domestic natural person	0.95%	96,525,000	0	Not applicable	0	
Li Yongqing	Domestic natural person	0.95%	96,525,000	72,393,750	Not applicable	0	
Horizon Asset - Huaneng Trust · Jiayue No. 7 Single Fund Trust - Horizon Asset Huixin No. 43	Other	0.54%	55,148,287	0	Not applicable	0	

Single Asset Management Plan						
Industrial and Commercial Bank of China Limited – Huatai-PineBridge CSI 300 Exchange Traded Open-End Index Securities Investment Fund	Other	0.52%	52,504,751	0	Not applicable	0
Huaneng Guicheng Trust Co., Ltd. - Huaneng Trust · Rongyue Weicheng collective funds trust plan	Other	0.49%	50,078,500	0	Not applicable	0
Explanation of the relationship or concerted action among the above shareholders	Among the top 10 shareholders, Zhejiang Rongsheng Holding Group Co., Ltd. is the controlling shareholder of the Company, Li Yongqing and Li Guoqing are nephews of Li Shuirong, Chairman of the Board of Directors of Zhejiang Rongsheng Holding Group Co., Ltd., Xu Yuejuan is sister-in-law of Li Shuirong, forming associated relationships. In addition to the above associated relationships, the Company has no knowledge of whether other shareholders are related to each other or persons acting in concert.					
Explanation of the top 10 shareholders' participation in securities margin trading (if any)	Zhejiang Rongsheng Holding Group Co., Ltd. holds 5,342,659,734 shares through an ordinary account and 40,000,000 shares through a credit account.					

Participation of shareholders holding more than 5% shares, top 10 shareholders and top 10 shareholders of outstanding shares not subject to sales restrictions in lending shares by refinancing business

☐ Applicable ☒ Not applicable

Changes in top 10 shareholders and top 10 shareholders of outstanding shares not subject to sales restrictions due to lending/returning shares by refinancing business

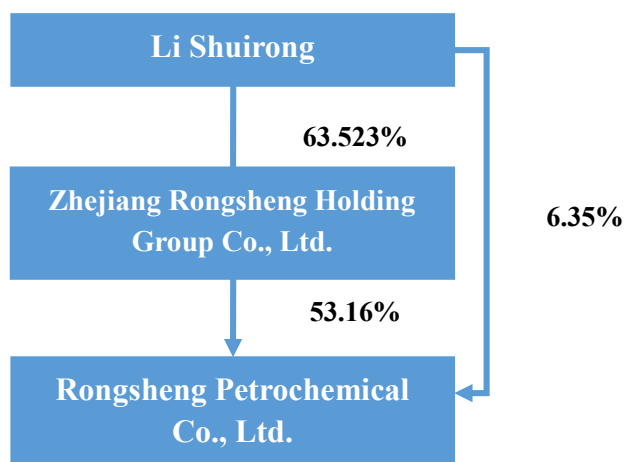
☐ Applicable ☒ Not applicable

## (2) Total number of preferred shareholders and shares holding of the top 10 preferred shareholders of the Company

☐ Applicable ☒ Not applicable

During the reporting period, the Company did not have preferred shareholders holding shares.

**(3) The property rights and control relations between the Company and its actual controller disclosed by a block diagram**



**5. Corporate Bonds Existing on the Date of Approval of the Annual Report**

☐ Applicable ☒ Not applicable

**III. Important Considerations**

Ningbo Zhongjin Petrochemical Co., Ltd., a wholly-owned subsidiary of the Company, applied to Ningbo Branch of China Pacific Property Insurance Co., Ltd. for a tariff guarantee insurance coverage of not more than RMB 585 million for a guarantee period from March 1, 2025 to March 1, 2026, and the Company will provide joint liability guarantee for it, which is subject to the letter of guarantee signed by both parties.

Rongsheng Petrochemical Co., Ltd.

Chairman: Li Shuirong

April 24, 2025