

Unaudited Financial Statements for the Third Quarter And Nine Months Ended 30 September 2019

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2019

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)						Actual (WITHOUT financial effects of Convertible Bonds and Warrants)					
	Third quarter ended			Nine months ended			Third quarter ended			Nine months ended		
	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change
Revenue	777,784	763,716	1.8	2,248,419	1,983,324	13.4	777,784	763,716	1.8	2,248,419	1,983,324	13.4
Cost of sales	(580,493)	(601,101)	(3.4)	(1,707,901)	(1,575,710)	8.4	(580,493)	(601,101)	(3.4)	(1,707,901)	(1,575,710)	8.4
Gross profit	197,291	162,615	21.3	540,518	407,614	32.6	197,291	162,615	21.3	540,518	407,614	32.6
Other operating income	11,389	33,001	(65.5)	33,420	50,701	(34.1)	11,389	33,001	(65.5)	33,420	50,701	(34.1)
Selling and distribution expenses	(13,682)	(14,636)	(6.5)	(37,827)	(37,593)	0.6	(13,682)	(14,636)	(6.5)	(37,827)	(37,593)	0.6
Administrative expenses	(66,660)	(79,225)	(15.9)	(193,505)	(198,900)	(2.7)	(66,033)	(79,225)	(16.7)	(191,584)	(198,900)	(3.7)
Exchange (loss)/ gain	(15,827)	(13,137)	20.5	(17,281)	(32,790)	(47.3)	489	2,446	(80.0)	405	(11,655) ⁽²⁾	(103.5)
Other operating expenses	(2,809)	(5,408)	(48.1)	(23,233)	(13,760)	68.8	(2,809)	(5,408)	(48.1)	(23,233)	(13,760)	68.8
Finance costs	(58,046)	(40,320)	44.0	(158,197)	(107,490)	47.2	(27,650)	(18,914)	46.2	(75,459)	(48,352)	56.1
Share of profit/(loss) of associate	310	(420)	(173.8)	937	(853)	(209.8)	310	(420)	(173.8)	937	(853)	(209.8)
Fair value changes on convertible bonds	81,964	12,527	554.3	(21,606)	(1,053)	1,951.9	-	-	-	-	-	-
Fair value changes on warrants	(3,171)	-	n.m.	(2,404)	-	n.m.	-	-	-	-	-	-
Profit before income tax	130,759	54,997	137.8	120,822	65,876	83.4	99,305	79,459	25.0	247,177	147,202	67.9
Income tax expense	(22,028)	(16,775)	31.3	(53,458)	(27,304)	95.8	(22,028)	(16,775)	31.3	(53,458)	(27,304)	95.8
Profit for the period	108,731	38,222	184.5	67,364	38,572	74.6	77,277	62,684	23.3	193,719	119,898	61.6
Exchange difference on translation of foreign operation	102	60	70.0	87	99	(12.1)	102	60	70.0	87	99	(12.1)
Net fair value gain on investments in equity instruments classified as at FVTOCI	-	-	-	293	-	n.m.	-	-	-	293	-	n.m.
Net fair value (loss)/ gain on investments in debt instruments classified as at FVTOCI	(149)	-	n.m.	305	-	n.m.	(149)	-	n.m.	305	-	n.m.
Total comprehensive income for the period	108,684	38,282	183.9	68,049	38,671	76.0	77,230	62,744	23.1	194,404	119,997	62.0

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)						Actual (WITHOUT financial effects of Convertible Bonds and Warrants)					
	Third quarter ended			Nine months ended			Third quarter ended			Nine months ended		
	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change
Profit for the period attributable to:												
Equity holders of the Company	110,301	32,317	241.3	63,509	33,684	88.5	78,847	56,779	38.9	189,864	115,010	65.1
Non-controlling interests	(1,570)	5,905	(126.6)	3,855	4,888	(21.1)	(1,570)	5,905	(126.6)	3,855	4,888	(21.1)
Profit for the period	108,731	38,222	184.5	67,364	38,572	74.6	77,277	62,684	23.3	193,719	119,898	61.6
Total comprehensive income for the period attributable to:												
Equity holders of the Company	110,314	32,377	240.7	63,975	33,783	89.4	78,860	56,839	38.7	190,330	115,109	65.3
Non-controlling interests	(1,630)	5,905	(127.6)	4,074	4,888	(16.7)	(1,630)	5,905	(127.6)	4,074	4,888	(16.7)
Profit for the period	108,684	38,282	183.9	68,049	38,671	76.0	77,230	62,744	23.1	194,404	119,997	62.0

n.m. denotes not meaningful

Explanatory Notes for WITHOUT financial effects of Convertible Bonds and Warrants:

- (1) Financial effects of Convertible Bonds and Warrants consist of fair value change, unrealised foreign exchange translation and amortised interest costs of Convertible Bonds and Warrants.
- (2) Included in the 9M2018 profit attributable to equity holders of the Company is foreign exchange loss (net) of RMB 11.7 million, of which RMB 14.2 million exchange loss relates to the unutilised proceeds from the issuance of the Convertible Bonds on 3 March 2017. Hence, net profit attributable to equity holders (after excluding foreign exchange loss of unutilised Convertible Bonds) for 9M2018 was 129.2 million, a 47.0% increase year-on-year. As at 31 December 2018, the Company transferred all unutilised proceeds from its USD account to a RMB account. Accordingly, there will be no further foreign exchange differences arising from the unutilised proceeds.

1(b)(i) Other information:

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)						Actual (WITHOUT financial effects of Convertible Bonds and Warrants)					
	Third quarter ended			Nine months ended			Third quarter ended			Nine months ended		
	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change
Depreciation expense	23,766	15,932	49.2	71,298	45,818	55.6	23,766	15,932	49.2	71,298	45,818	55.6
Amortisation of land use rights	2,455	1,086	126.1	5,993	3,840	56.1	2,455	1,086	126.1	5,993	3,840	56.1
Amortisation of intangible assets	11,388	8,917	27.7	34,164	24,494	39.5	11,388	8,917	27.7	34,164	24,494	39.5
Impairment allowance on trade and non-trade receivables	503	4,378	(88.5)	19,675	9,851	99.7	503	4,378	(88.5)	19,675	9,851	99.7
Reversal of impairment allowance on trade and non-trade receivables	(3,819)	(5,881)	(35.1)	(17,825)	(10,620)	67.8	(3,819)	(5,881)	(35.1)	(17,825)	(10,620)	67.8
((Reversal of) impairment allowance on inventories - net	-	(5,157)	(100.0)	(402)	(5,157)	(92.2)	-	(5,157)	(100.0)	(402)	(5,157)	(92.2)
(Gain)/ Loss on disposal of property, plant and equipment	(321)	47	(783.0)	68	91	(25.3)	(321)	47	(783.0)	68	91	(25.3)
Foreign exchange loss/ (gain) - net	15,827	13,137	20.5	17,281	32,790	(47.3)	(489)	(2,446)	(80.0)	(405)	11,655	(103.5)
Interest expense	58,046	40,320	44.0	158,197	107,490	47.2	27,650	18,914	46.2	75,459	48,352	56.1
Fair value (gain)/ loss on convertible bonds	(81,964)	(12,527)	554.3	21,606	1,053	1951.9	-	-	-	-	-	-
Fair value changes on warrants	3,171	-	n.m.	2,404	-	n.m.	-	-	-	-	-	-

n.m. denotes not meaningful

Other operating income comprises:

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)						Actual (WITHOUT financial effects of Convertible Bonds and Warrants)					
	Third quarter ended			Nine months ended			Third quarter ended			Nine months ended		
	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change	30 September 2019	30 September 2018	% change
Government grant	6,299	19,669	(68.0)	10,673	25,751	(58.6)	6,299	19,669	(68.0)	10,673	25,751	(58.6)
Interest income	916	3,439	(73.4)	2,403	7,341	(67.3)	916	3,439	(73.4)	2,403	7,341	(67.3)
Gain on disposal of plant and equipment	15	-	n.m.	53	1	5,200.0	15	-	n.m.	53	1	5,200.0
Operating quality deduction	-	145	(100.0)	-	145	(100.0)	-	145	(100.0)	-	145	(100.0)
Reversal of impairment allowance on trade and non-trade receivables	3,819	5,881	(35.1)	17,825	10,620	67.8	3,819	5,881	(35.1)	17,825	10,620	67.8
Others	340	3,867	(91.2)	2,466	6,843	(64.0)	340	3,867	(91.2)	2,466	6,843	(64.0)
Total	11,389	33,001	(65.5)	33,420	50,701	(34.1)	11,389	33,001	(65.5)	33,420	50,701	(34.1)

n.m. denotes not meaningful

*There is no difference for other operating income with and without financial effects of Convertible Bonds for third quarter and nine months ended 30 September 2019.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

UNAUDITED STATEMENTS OF FINANCIAL POSITION

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)			
	Group		Company	
	As at 30 September 2019 (Unaudited)	As at 31 December 2018 (Audited)	As at 30 September 2019 (Unaudited)	As at 31 December 2018 (Audited)
ASSETS				
Current assets:				
Cash and cash equivalents	452,682	685,306	15,800	81,580
Pledged bank deposits	174,327	112,381	-	-
Trade receivables and contract assets	1,312,637	1,191,540	-	-
Other receivables, deposits and prepayments	530,157	390,179	29,708	27,144
Inventories	692,612	499,862	-	-
Land use rights	6,188	5,822	-	-
Financial assets at fair value through other comprehensive income	81,019	97,278	-	-
Total current assets	3,249,622	2,982,368	45,508	108,724
Non-current assets:				
Land use rights	292,217	285,513	-	-
Property, plant and equipment	991,294	869,813	-	-
Right-of-use assets	20,876	-	-	-
Other receivables, deposits and prepayments	24,583	12,667	83,314	198,800
Financial assets at fair value through other comprehensive income	12,063	11,718	-	-
Subsidiaries	-	-	1,065,748	955,558
Associate	10,193	9,257	-	-
Intangible assets	2,268,495	2,073,728	-	-
Deferred tax assets	28,766	28,671	-	-
Goodwill	487,691	335,769	-	-
Commitment fee	11,684	13,943	11,684	13,943
Total non-current assets	4,147,862	3,641,079	1,160,746	1,168,301
Total assets	7,397,484	6,623,447	1,206,254	1,277,025
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables	1,773,809	1,717,110	25,956	-
Other payables	573,474	798,295	28,703	69,403
Borrowings	798,692	492,904	42,438	41,179
Warrants	11,401	8,997	11,401	8,997
Income tax payable	48,986	58,812	-	-
Total current liabilities	3,206,362	3,076,118	108,498	119,579
Non-current liabilities:				
Deferred tax liabilities	189,913	148,190	-	-
Borrowings	1,225,046	839,429	21,218	41,179
Convertible bonds	834,200	729,442	834,200	729,442
Finance leases	18,863	-	-	-
Total non-current liabilities	2,268,022	1,717,061	855,418	770,621
Capital and reserves:				
Share capital	57,251	55,439	57,251	55,439
Treasury shares	(4,690)	-	(4,690)	-
Share premium	309,061	288,618	309,061	288,618
General reserves	141,354	117,892	-	-
Share option reserve	1,346	8,406	1,346	8,406
Foreign currency translation reserve	66	(21)	-	-
Revaluation reserve	(2,585)	(2,964)	-	-
Retained earnings/ (Accumulated losses)	1,155,226	1,122,481	(120,630)	34,362
Equity attributable to equity holders of the Company	1,657,029	1,589,851	242,338	386,825
Non-controlling interests	266,071	240,417	-	-
Total equity	1,923,100	1,830,268	242,338	386,825
Total liabilities and equity	7,397,484	6,623,447	1,206,254	1,277,025

(RMB'000)	Actual (WITHOUT financial effects of Convertible Bonds and Warrants)			
	Group		Company	
	As at 30 September 2019 (Unaudited)	As at 31 December 2018 (Audited)	As at 30 September 2019 (Unaudited)	As at 31 December 2018 (Audited)
ASSETS				
Current assets:				
Cash and cash equivalents	452,682	685,306	15,800	81,580
Pledged bank deposits	174,327	112,381	-	-
Trade receivables and contract assets	1,312,637	1,191,540	-	-
Other receivables, deposits and prepayments	530,157	390,179	29,708	27,144
Inventories	692,612	499,862	-	-
Land use rights	6,188	5,822	-	-
Financial assets at fair value through other comprehensive income	81,019	97,278	-	-
Total current assets	3,249,622	2,982,368	45,508	108,724
Non-current assets:				
Land use rights	292,217	285,513	-	-
Property, plant and equipment	991,294	869,813	-	-
Right-of-use assets	20,876	-	-	-
Other receivables, deposits and prepayments	24,583	12,667	83,314	198,800
Financial assets at fair value through other comprehensive income	12,063	11,718	-	-
Subsidiaries	-	-	1,065,748	955,558
Associate	10,193	9,257	-	-
Intangible assets	2,268,495	2,073,728	-	-
Deferred tax assets	28,766	28,671	-	-
Goodwill	487,691	335,769	-	-
Commitment fee	13,897	13,897	13,897	13,897
Total non-current assets	4,150,075	3,641,033	1,162,959	1,168,255
Total assets	7,399,697	6,623,401	1,208,467	1,276,979
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables	1,773,809	1,717,110	25,956	-
Other payables	560,196	782,125	15,424	53,233
Borrowings	798,692	492,904	42,438	41,179
Warrants	13,897	13,897	13,897	13,897
Income tax payable	48,986	58,812	-	-
Total current liabilities	3,195,580	3,064,848	97,715	108,309
Non-current liabilities:				
Deferred tax liabilities	189,913	148,190	-	-
Borrowings	1,225,046	839,429	21,218	41,179
Convertible bonds	816,977	836,803	816,977	836,803
Finance leases	18,863	-	-	-
Total non-current liabilities	2,250,799	1,824,422	838,195	877,982
Capital and reserves:				
Share capital	57,251	55,439	57,251	55,439
Treasury shares	(4,690)	-	(4,690)	-
Share premium	309,061	288,618	309,061	288,618
General reserves	141,354	117,892	-	-
Share option reserve	1,346	8,406	1,346	8,406
Foreign currency translation reserve	66	(21)	-	-
Revaluation reserve	(2,585)	(2,964)	-	-
Retained earnings (Accumulated losses)	1,185,444	1,026,344	(90,411)	(61,775)
Equity attributable to equity holders of the Company	1,687,247	1,493,714	272,557	290,688
Non-controlling interests	266,071	240,417	-	-
Total equity	1,953,318	1,734,131	272,557	290,688
Total liabilities and equity	7,399,697	6,623,401	1,208,467	1,276,979

1(b) (ii) Aggregate amount of group borrowings and debt securities**Amount repayable in one year or less, or on demand**

(RMB'000)	As at 30 September 2019		As at 31 December 2018	
	Secured	Unsecured	Secured	Unsecured
Borrowings	372,725	425,967	218,124	274,780

Amount repayable after one year

(RMB'000)	As at 30 September 2019		As at 31 December 2018	
	Secured	Unsecured	Secured	Unsecured
Borrowings	1,122,828	102,218	686,750	152,679

Details of any collaterals:

<u>Collaterals</u>	<u>30 September 2019</u>	<u>31 December 2018</u>
(RMB'000)		
Secured by building and land use right of the subsidiary	980,853	645,375
Pledge of shareholding	514,700	219,500
Guaranteed by the company	156,029	70,000

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2019

(RMB'000)	Actual (WITH financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Operating activities				
Profit before income tax	130,759	54,997	120,822	65,876
Adjustments for:				
Depreciation expense	23,766	15,932	71,298	45,818
Amortisation of intangible assets	11,388	8,917	34,164	24,494
Interest expense	58,046	40,320	158,197	107,490
Amortisation of land use rights	2,455	1,086	5,993	3,840
Share of (profit)/ loss of associate	(310)	(433)	(937)	-
Amortisation of scientific and technology grant		853		853
(Gain)/ loss on disposal of property, plant and	(321)	47	68	91
Interest income	(916)	(3,439)	(2,403)	(7,341)
(Reversal of) Impairment allowance on trade and non-trade receivables – net of (impairment)	(3,316)	(1,503)	1,850	(769)
(Reversal of) impairment allowance on inventories - net	-	(5,157)	(402)	(5,157)
Exchange loss on convertible bonds	16,449	15,583	17,348	21,135
Fair value (gain)/ loss on convertible bonds	(81,964)	(12,527)	21,606	1,053
Fair value loss on warrants	3,171	-	2,404	-
Amortisation of commitment fee	626	-	1,920	-
Exchange loss on warrants	(132)	-	339	-
Operating cash flows before movements in working capital	159,701	114,676	432,267	257,383
Trade receivables	(26,883)	181,289	(92,335)	156,770
Other receivables and prepayments	(44,109)	(45,427)	(119,294)	(172,909)
Inventories	(67,761)	(84,495)	(185,617)	(124,136)
Trade payables	45,743	98,860	240,480	211,988
Other payables	(7,966)	(60,663)	46,824	(21,871)
Cash (used in) generated from operations	58,725	204,240	322,325	307,225
Income tax paid	(9,937)	(10,033)	(61,249)	(29,180)
Interest received	916	3,439	2,403	7,341
Interest paid	(16,935)	(17,122)	(50,463)	(45,489)
Net cash (used in) from operating activities	32,769	180,524	213,016	239,897
Investing activities				
Purchase of property, plant and equipment	(53,309)	(14,141)	(69,946)	(40,816)
Payment for land use rights acquired	-	(16,491)	-	(18,706)
Acquisition of intangible assets	(202,079)	(99,695)	(303,279)	(208,209)
Acquisition of subsidiary	(48,575)	(242,049)	(570,825)	(433,469)
Proceeds from disposal of property, plant and equipment	350	31	362	133
Net cash used in investing activities	(303,613)	(372,345)	(943,688)	(701,067)
Financing activities				
Proceeds from new borrowings	471,407	8,439	1,139,204	528,972
Issuance of stock, net of issue cost	-	-	12,269	-
Share buyback	-	-	(4,690)	-
Contribution from minority interest	(1,761)	19,111	(3,168)	44,591
Pledged bank deposits	65,649	(24,434)	(61,946)	(75,445)
Interest paid	(7,694)	(1,792)	(56,608)	(20,227)
Payment of dividend	-	-	(7,302)	(4,239)
Repayment of borrowings	(259,316)	(117,300)	(519,799)	(467,500)
Net cash from (used in) financing activities	268,285	(115,976)	497,960	6,152
Net decrease in cash and cash equivalents	(2,559)	(307,797)	(232,711)	(455,018)
Cash and cash equivalents at beginning of period	455,139	755,426	685,306	902,608
Effects of foreign exchange rate changes	102	60	87	99
Cash and cash equivalents at end of period	452,682	447,689	452,682	447,689

(RMB'000)	Actual (WITHOUT financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Operating activities				
Profit before income tax	99,305	79,459	247,177	147,202
Adjustments for:				
Depreciation expense	23,766	15,932	71,298	45,818
Amortisation of intangible assets	11,388	8,917	34,164	24,494
Interest expense	27,650	18,914	75,459	48,352
Amortisation of land use rights	2,455	1,086	5,993	3,840
Share of loss of associate	(310)	(433)	(937)	-
Amortisation of scientific and technology grant		853		853
Loss on disposal of property, plant and equipment	(321)	47	68	91
Interest income	(916)	(3,439)	(2,403)	(7,341)
(Reversal of) Impairment allowance on trade and non-trade receivables – net of (impairment) reversals	(3,316)	(1,503)	1,850	(769)
(Reversal of) impairment allowance on inventories - net	-	(5,157)	(402)	(5,157)
Operating cash flows before movements in working capital	159,701	114,676	432,267	257,383
Trade receivables	(26,883)	181,289	(92,335)	156,770
Other receivables, deposits and prepayments	(44,110)	(45,427)	(119,294)	(172,909)
Inventories	(67,761)	(84,495)	(185,617)	(124,136)
Trade payables	45,744	98,860	240,480	211,988
Other payables	(7,966)	(60,663)	46,824	(21,871)
Cash generated from operations	58,725	204,240	322,325	307,225
Income tax paid	(9,937)	(10,033)	(61,249)	(29,180)
Interest received	916	3,439	2,403	7,341
Interest paid	(16,935)	(17,122)	(50,463)	(45,489)
Net cash (used in) from operating activities	32,769	180,524	213,016	239,897
Investing activities				
Purchase of property, plant and equipment	(53,309)	(14,141)	(69,946)	(40,816)
Payment for land use rights acquired	-	(16,491)	-	(18,706)
Acquisition of intangible assets	(202,079)	(99,695)	(303,279)	(208,209)
Acquisition of subsidiary	(48,575)	(242,049)	(570,825)	(433,469)
Proceeds from disposal of property, plant and equipment	350	31	362	133
Net cash used in investing activities	(303,613)	(372,345)	(943,688)	(701,067)
Financing activities				
Proceeds from new borrowings	471,407	8,439	1,139,204	528,972
Issuance of stock, net of issue cost	-	-	12,269	-
Share buyback	-	-	(4,690)	-
Contribution from minority interest	(1,761)	19,111	(3,168)	44,591
Pledged bank deposits	65,649	(24,434)	(61,946)	(75,445)
Interest paid	(7,694)	(1,792)	(56,608)	(20,227)
Payment of dividend	-	-	(7,302)	(4,239)
Repayment of borrowings	(259,316)	(117,300)	(519,799)	(467,500)
Net cash from (used in) financing activities	268,285	(115,976)	497,960	6,152
Net (decrease) increase in cash and cash equivalents	(2,559)	(307,797)	(232,711)	(455,018)
Cash and cash equivalents at beginning of period	455,139	755,426	685,306	902,608
Effects of foreign exchange rate changes	102	60	87	99
Cash and cash equivalents at end of period	452,682	447,689	452,682	447,689

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Actual (WITH financial effects of Convertible Bonds and Warrants)											
<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at December 31, 2017	53,531	-	266,938	87,921	15,839	(137)	-	837,807	1,261,899	141,122	1,403,021
Effects of adoption of SFRS(I)-9	-	-	-	-	-	-	(1,184)	(1,636)	(2,820)	-	(2,820)
Balance as at January 1, 2018	53,531	-	266,938	87,921	15,839	(137)	(1,184)	836,171	1,259,079	141,122	1,400,201
<u>Total comprehensive income for January to March 2018</u>											
Profit for January to March 2018	-	-	-	-	-	-	-	82,368	82,368	992	83,360
Other comprehensive loss for January to March 2018	-	-	-	-	-	(79)	-	-	(79)	-	(79)
Total	-	-	-	-	-	(79)	-	82,368	82,289	992	83,281
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	2,469	-	-	-	(2,469)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	25,481	25,481
Total	-	-	-	2,469	-	-	-	(2,469)	-	25,481	25,481
Balance as at March 31, 2018	53,531	-	266,938	90,390	15,839	(216)	(1,184)	916,070	1,341,368	167,595	1,508,963
<u>Total comprehensive income for April to June 2018</u>											
Loss for April to June 2018	-	-	-	-	-	-	-	(81,001)	(81,001)	(2,009)	(83,010)
Other comprehensive income for April to June 2018	-	-	-	-	-	118	-	-	118	-	118
Total	-	-	-	-	-	118	-	(81,001)	(80,883)	(2,009)	(82,292)
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid	-	-	-	-	-	-	-	(4,239)	(4,239)	-	(4,239)
Transfer to general reserves	-	-	-	3,670	-	-	-	(3,670)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	23,237	23,237
Total	-	-	-	3,670	-	-	-	(7,909)	(4,239)	23,237	18,998
Balance as at June 30, 2018	53,531	-	266,938	94,060	15,839	(98)	(1,184)	827,160	1,256,246	188,823	1,445,669

Actual (WITH financial effects of Convertible Bonds and Warrants)											
<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at July 1, 2018	53,531	-	266,938	94,060	15,839	(98)	(1,184)	828,796	1,256,246	188,823	1,445,669
<u>Total comprehensive income for July to September 2018</u>											
Profit for July to September 2018	-	-	-	-	-	-	-	32,317	32,317	5,905	38,222
Other comprehensive income for July to September 2018	-	-	-	-	-	60	-	-	60	-	60
Total	-	-	-	-	-	60	-	32,317	32,377	5,905	38,282
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	5,093	-	-	-	(5,093)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	12,607	12,607
Total	-	-	-	5,093	-	-	-	(5,093)	-	12,607	12,607
Balance as at September 30, 2018	53,531	-	266,938	99,153	15,839	(38)	(1,184)	854,384	1,288,623	207,335	1,496,558
<u>Total comprehensive income for October to December 2018</u>											
Profit for October to December 2018	-	-	-	-	-	-	-	286,836	286,836	7,147	293,983
Other comprehensive loss for April to June 2018	-	-	-	-	-	17	(1,780)	-	(1,763)	-	(1,763)
Total	-	-	-	-	-	17	(1,780)	286,836	285,073	7,147	292,220
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid to non-controlling interest of a subsidiary	-	-	-	-	-	-	-	-	-	(3,600)	(3,600)
Transfer to general reserves	-	-	-	18,739	-	-	-	(18,739)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	2,375	2,375
Non-controlling interests arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	27,160	27,160
Employee share option expenses	1,908	-	21,680	-	(7,433)	-	-	-	16,155	-	16,155
Total	1,908	-	21,680	18,739	(7,433)	-	-	(18,739)	16,155	25,935	42,090
Balance as at December 31, 2018	55,439	-	288,618	117,892	8,406	(21)	(2,964)	1,122,481	1,589,851	240,417	1,830,268

Actual (WITH financial effects of Convertible Bonds and Warrants)											
<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at January 1, 2019	55,439	-	288,618	117,892	8,406	(21)	(2,964)	1,122,481	1,589,851	240,417	1,830,268
<u>Total comprehensive income for January to March 2019</u>											
Loss for January to March 2019	-	-	-	-	-	-	-	(41,548)	(41,548)	2,844	(38,704)
Other comprehensive income for January to March 2019	-	-	-	-	-	215	864	-	1,079	242	1,321
Total	-	-	-	-	-	215	864	(41,548)	(40,469)	3,086	(37,383)
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	4,368	-	-	-	(4,368)	-	-	-
Share buyback	-	(4,690)	-	-	-	-	-	-	(4,690)	-	(4,690)
Employee share option expenses	340	-	3,937	-	(1,352)	-	-	-	2,925	-	2,925
Total	340	(4,690)	3,937	4,368	(1,352)	-	-	(4,368)	(1,765)	-	(1,765)
Balance as at March 31, 2019	55,779	(4,690)	292,555	122,260	7,054	194	(2,100)	1,076,565	1,547,617	243,503	1,791,120
<u>Total comprehensive income for April to June 2019</u>											
Loss for April to June 2019	-	-	-	-	-	-	-	(5,244)	(5,244)	2,581	(2,663)
Other comprehensive loss for April to June 2019	-	-	-	-	-	(230)	(396)	-	(626)	37	(589)
Total	-	-	-	-	-	(230)	(396)	(5,244)	(5,870)	2,618	(3,252)
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid	-	-	-	-	-	-	-	(7,302)	(7,302)	-	(7,302)
Transfer to general reserves	-	-	-	5,536	-	-	-	(5,536)	-	-	-
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	-	(1,407)	(1,407)
Employee share option expenses	1,472	-	16,506	-	(5,708)	-	-	-	12,270	-	12,270
Total	1,472	-	16,506	5,536	(5,708)	-	-	(12,838)	4,968	(1,407)	3,561
Balance as at June 30, 2019	57,251	(4,690)	309,061	127,796	1,346	(36)	(2,496)	1,058,483	1,546,715	244,714	1,791,429

Actual (WITH financial effects of Convertible Bonds and Warrants)											
<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at July 1, 2019	57,251	(4,690)	309,061	127,796	1,346	(36)	(2,496)	1,058,483	1,546,715	244,714	1,791,429
<u>Total comprehensive income for July to September 2019</u>											
Profit for July to September 2019	-	-	-	-	-	-	-	110,301	110,301	(1,570)	108,731
Other comprehensive loss for July to September 2019	-	-	-	-	-	102	(89)	-	13	(60)	(47)
Total	-	-	-	-	-	102	(89)	110,301	110,314	(1,630)	108,684
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	13,558	-	-	-	(13,558)	-	-	-
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	-	(8,807)	(8,807)
Non-controlling interests arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	31,794	31,794
Total	-	-	-	13,558	-	-	-	(13,558)	-	22,987	22,987
Balance as at September 30, 2019	57,251	(4,690)	309,061	141,354	1,346	66	(2,585)	1,155,226	1,657,029	266,071	1,923,100

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)

<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at December 31, 2017	53,531	-	266,938	87,921	15,839	(137)	-	808,639	1,232,731	141,122	1,373,853
Effects of adoption of SFRS(I)-9	-	-	-	-	-	-	(1,184)	(1,636)	(2,820)	-	(2,820)
Balance as at January 1, 2018	53,531	-	266,938	87,921	15,839	(137)	(1,184)	807,003	1,229,911	141,122	1,371,033
<u>Total comprehensive income for January to March 2018</u>											
Profit for January to March 2018	-	-	-	-	-	-	-	30,906	30,906	992	31,898
Other comprehensive loss for January to March 2018	-	-	-	-	-	(79)	-	-	(79)	-	(79)
Total	-	-	-	-	-	(79)	-	30,906	30,827	992	31,819
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	2,469	-	-	-	(2,469)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	25,481	25,481
Total	-	-	-	2,469	-	-	-	(2,469)	-	25,481	25,481
Balance as at March 31, 2018	53,531	-	266,938	90,390	15,839	(216)	(1,184)	835,440	1,260,738	167,595	1,428,333
<u>Total comprehensive income for April to June 2018</u>											
Profit for April to June 2018	-	-	-	-	-	-	-	27,325	27,325	(2,009)	25,316
Other comprehensive income for April to June 2018	-	-	-	-	-	118	-	-	118	-	118
Total	-	-	-	-	-	118	-	27,325	27,443	(2,009)	25,434
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid	-	-	-	-	-	-	-	(4,239)	(4,239)	-	(4,239)
Transfer to general reserves	-	-	-	3,670	-	-	-	(3,670)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	23,237	23,237
Total	-	-	-	3,670	-	-	-	(7,909)	(4,239)	23,237	18,998
Balance as at June 30, 2018	53,531	-	266,938	94,060	15,839	(98)	(1,184)	854,856	1,283,942	188,823	1,472,765

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)

<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at July 1, 2018	53,531	-	266,938	94,060	15,839	(98)	(1,184)	854,856	1,283,942	188,823	1,472,765
<u>Total comprehensive income for July to September 2018</u>											
Profit for July to September 2018	-	-	-	-	-	-	-	56,779	56,779	5,905	62,684
Other comprehensive income for July to September 2018	-	-	-	-	-	60	-	-	60	-	60
Total	-	-	-	-	-	60	-	56,779	56,839	5,905	62,744
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	5,093	-	-	-	(5,093)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	12,607	12,607
Total	-	-	-	5,093	-	-	-	(5,093)	-	12,607	12,607
Balance as at September 30, 2018	53,531	-	266,938	99,153	15,839	(38)	(1,184)	906,542	1,340,781	207,335	1,548,116
<u>Total comprehensive income for October to December 2018</u>											
Profit for October to December 2018	-	-	-	-	-	-	-	138,541	138,541	7,147	145,688
Other comprehensive loss for October to December 2018	-	-	-	-	-	17	(1,780)	-	(1,763)	-	(1,763)
Total	-	-	-	-	-	17	(1,780)	138,541	136,778	7,147	143,925
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid to non-controlling interest of a subsidiary	-	-	-	-	-	-	-	-	-	(3,600)	(3,600)
Transfer to general reserves	-	-	-	18,739	-	-	-	(18,739)	-	-	-
Contribution from non-controlling interest holders	-	-	-	-	-	-	-	-	-	2,375	2,375
Non-controlling interests arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	27,160	27,160
Employee share option expenses	1,908	-	21,680	-	(7,433)	-	-	-	16,155	-	16,155
Total	1,908	-	21,680	18,739	(7,433)	-	-	(18,739)	16,155	25,935	42,090
Balance as at December 31, 2018	55,439	-	288,618	117,892	8,406	(21)	(2,964)	1,026,344	1,493,714	240,417	1,734,131

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)

<u>Group</u>	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at January 1, 2019	55,439	-	288,618	117,892	8,406	(21)	(2,964)	1,026,344	1,493,714	240,417	1,734,131
<u>Total comprehensive income for January to March 2019</u>											
Profit for January to March 2019	-	-	-	-	-	-	-	60,533	60,533	2,844	63,377
Other comprehensive income for January to March 2019	-	-	-	-	-	215	864	-	1,079	242	1,321
Total	-	-	-	-	-	215	864	60,533	61,612	3,086	64,698
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	4,368	-	-	-	(4,368)	-	-	-
Share buyback	-	(4,690)	-	-	-	-	-	-	(4,690)	-	(4,690)
Employee share option expenses	340	-	3,937	-	(1,352)	-	-	-	2,925	-	2,925
Total	340	(4,690)	3,937	4,368	(1,352)	-	-	(4,368)	(1,765)	-	(1,765)
Balance as at March 31, 2019	55,779	(4,690)	292,555	122,260	7,054	194	(2,100)	1,082,509	1,553,561	243,503	1,797,064
<u>Total comprehensive income for April to June 2019</u>											
Profit for April to June 2019	-	-	-	-	-	-	-	50,484	50,484	2,581	53,065
Other comprehensive loss for April to June 2019	-	-	-	-	-	(230)	(396)	-	(626)	37	(589)
Total	-	-	-	-	-	(230)	(396)	50,484	49,858	2,618	52,476
<u>Transactions with owners, recognised directly in equity</u>											
Dividend paid	-	-	-	-	-	-	-	(7,302)	(7,302)	-	(7,302)
Transfer to general reserves	-	-	-	5,536	-	-	-	(5,536)	-	-	-
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	-	(1,407)	(1,407)
Employee share option expenses	1,472	-	16,506	-	(5,708)	-	-	-	12,270	-	12,270
Total	1,472	-	16,506	5,536	(5,708)	-	-	(12,838)	4,968	(1,407)	3,561
Balance as at June 30, 2019	57,251	(4,690)	309,061	127,796	1,346	(36)	(2,496)	1,120,155	1,608,387	244,714	1,853,101

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)											
Group	Share capital	Treasury shares	Share premium	General reserves	Share option reserve	Foreign currency translation reserve	Revaluation reserve	Retained earnings	Equity attributable to equity holders of the Company	Non-controlling interest	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at July 1, 2019	57,251	(4,690)	309,061	127,796	1,346	(36)	(2,496)	1,120,155	1,608,387	244,714	1,853,101
<u>Total comprehensive income for July to September 2019</u>											
Profit for July to September 2019	-	-	-	-	-	-	-	78,847	78,847	(1,570)	77,277
Other comprehensive loss for July to September 2019	-	-	-	-	-	102	(89)	-	13	(60)	(47)
Total	-	-	-	-	-	102	(89)	78,847	78,860	(1,630)	77,230
<u>Transactions with owners, recognised directly in equity</u>											
Transfer to general reserves	-	-	-	13,558	-	-	-	(13,558)	-	-	-
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	-	(8,807)	(8,807)
Non-controlling interests arising from acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	31,794	31,794
Total	-	-	-	13,558	-	-	-	(13,558)	-	22,987	22,987
Balance as at September 30, 2019	57,251	(4,690)	309,061	141,354	1,346	66	(2,585)	1,185,444	1,687,247	266,071	1,953,318

Actual (WITH financial effects of Convertible Bonds and Warrants)

<u>Company</u>	Share capital	Treasury shares	Share premium	Share option reserve	(Accumulated losses) / Retained earnings	Equity attributable to equity holders of the Company	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at January 1, 2018	53,531	-	266,938	15,839	(6,577)	329,731	329,731
Profit for the period, representing total comprehensive income for January to March 2018	-	-	-	-	45,601	45,601	45,601
Balance at March 31, 2018	53,531	-	266,938	15,839	39,024	375,332	375,332
Loss for the period, representing total comprehensive loss for April to June 2018	-	-	-	-	(109,824)	(109,824)	(109,824)
<u>Transactions with owners, recognised directly in equity</u>							
Dividend paid	-	-	-	-	(4,239)	(4,239)	(4,239)
Balance at June 30, 2018	53,531	-	266,938	15,839	(75,039)	261,269	261,269
Loss for the period, representing total comprehensive loss for July to September 2018	-	-	-	-	(35,555)	(35,555)	(35,555)
Balance at September 30, 2018	53,531	-	266,938	15,839	(110,594)	225,714	225,714
Income for the period, representing total comprehensive income for October to December 2018	-	-	-	-	144,956	144,956	144,956
<u>Transactions with owners, recognised directly in equity</u>							
Employee share option expenses	1,908	-	21,680	(7,433)	-	16,155	16,155
Balance at December 31, 2018	55,439	-	288,618	8,406	34,362	386,825	386,825
Loss for the period, representing total comprehensive loss for January to March 2019	-	-	-	-	(109,824)	(109,824)	(109,824)
<u>Transactions with owners, recognised directly in equity</u>							
Employee share option expenses	340	-	3,937	(1,352)	-	2,925	2,925
Share buyback	-	(4,690)	-	-	-	(4,690)	(4,690)
Total	340	(4,690)	3,937	(1,352)	-	(1,765)	(1,765)
Balance at March 31, 2019	55,779	(4,690)	292,555	7,054	(78,135)	272,563	272,563

Actual (WITH financial effects of Convertible Bonds and Warrants)

<u>Company</u>	Share capital	Treasury shares	Share premium	Share option reserve	(Accumulated losses) / Retained earnings	Equity attributable to equity holders of the Company	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Loss for the period, representing total comprehensive loss for April to June 2019	-	-	-	-	(109,824)	(109,824)	(109,824)
<u>Transactions with owners, recognised directly in equity</u>							
Employee share option expenses	1,492	-	16,506	(5,708)	-	12,270	12,270
Dividend paid	-	-	-	-	(7,302)	(7,302)	(7,302)
Total	1,492	-	16,506	(5,708)	(7,302)	4,968	4,968
Balance at June 30, 2019	57,251	(4,690)	309,061	1,346	(145,116)	217,852	217,852
Income for the period, representing total comprehensive income for July to September 2019	-	-	-	-	24,486	24,486	24,486
Balance at September 30, 2019	57,251	(4,690)	309,061	1,346	(120,630)	242,338	242,338

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)

<u>Company</u>	Share capital	Treasury shares	Share premium	Share option reserve	(Accumulated losses) / Retained earnings	Equity attributable to equity holders of the Company	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at January 1, 2018	53,531	-	266,938	15,839	(35,745)	300,563	300,563
Loss for the period, representing total comprehensive loss for January to March 2018	-	-	-	-	(5,861)	(5,861)	(5,861)
Balance at March 31, 2018	53,531	-	266,938	15,839	(41,606)	294,702	294,702
Loss for the period, representing total comprehensive loss for April to June 2018	-	-	-	-	(1,498)	(1,498)	(1,498)
<u>Transactions with owners, recognised directly in equity</u>							
Dividend paid	-	-	-	-	(4,239)	(4,239)	(4,239)
Balance at June 30, 2018	53,531	-	266,938	15,839	(47,343)	288,965	288,965
Loss for the period, representing total comprehensive loss for July to September 2018	-	-	-	-	(11,093)	(11,093)	(11,093)
Balance at September 30, 2018	53,531	-	266,938	15,839	(58,436)	277,872	277,872
Loss for the period, representing total comprehensive loss for October to December 2018	-	-	-	-	(3,339)	(3,339)	(3,339)
<u>Transactions with owners, recognised directly in equity</u>							
Dividend paid	-	-	-	-	-	-	-
Employee share option expenses	1,908	-	21,680	(7,433)	-	16,155	16,155
Balance at December 31, 2018	55,439	-	288,618	8,406	(61,775)	290,688	290,688
Loss for the period, representing total comprehensive loss for January to March 2019	-	-	-	-	(10,416)	(10,416)	(10,416)
<u>Transactions with owners, recognised directly in equity</u>							
Employee share option expenses	340	-	3,937	(1,352)	-	2,925	2,925
Share buyback	-	(4,690)	-	-	-	(4,690)	(4,690)
Total	340	(4,690)	3,937	(1,352)	-	(1,765)	(1,765)
Balance at March 31, 2019	55,779	(4,690)	292,555	7,054	(72,191)	278,507	278,507

Actual (WITHOUT financial effects of Convertible Bonds and Warrants)

<u>Company</u>	Share capital	Treasury shares	Share premium	Share option reserve	(Accumulated losses) / Retained earnings	Equity attributable to equity holders of the Company	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Loss for the period, representing total comprehensive loss for April to June 2019	-	-	-	-	(3,951)	(3,951)	(3,951)
<u>Transactions with owners, recognised directly in equity</u>							
Employee share option expenses	1,492	-	16,506	(5,708)	-	12,270	12,270
Dividend paid	-	-	-	-	(7,302)	(7,302)	(7,302)
Total	1,492	-	16,506	(5,708)	(7,302)	4,968	4,968
Balance at June 30, 2019	57,251	(4,690)	309,061	1,346	(83,444)	279,524	279,524
Loss for the period, representing total comprehensive loss for July to September 2019	-	-	-	-	(6,967)	(6,967)	(6,967)
Balance at September 30, 2019	57,251	(4,690)	309,061	1,346	(90,411)	272,557	272,557

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There was no change in share capital during the third quarter ended 30 September 2019 and 30 September 2018.

There were no share buy-back transactions in 3Q2019.

On 3 March 2017, the Company had completed the issuance of Convertible Bonds of an aggregate principal amount of US\$110 million which are convertible into fully paid ordinary shares in the capital of the Company (which will potentially represent approximately 28.2% to 51.4% of share capital on a diluted basis) to Glory Sky Vision Limited ("Glory Sky") (ultimately indirectly and beneficially owned by CDH Fund V, L. P. ("CDH")). The Convertible Bonds will mature in March 2022.

On 10 January 2018, Glory Sky transferred US\$ 60 million Convertible Bonds to DCP Capital Partners L.P. and DCP Group (together, "DCP"), as a result of which, DCP and CDH now hold US\$ 60 million and US\$ 50 million Convertible Bonds of the Company, respectively.

On 6 September 2018, the Company obtained shareholders' approval for the issuance of a second tranche convertible bonds of an aggregate principal amount of US\$ 70 million ("Tranche 2 Convertible Bonds or "CB2s") and warrants exercisable at an aggregate amount of US\$ 30 million (the "Warrants" or the "Warrant Shares") to DCP and CDH to fund the GI related business of the Company.

Subsequently on 15 October 2018, CB2s of an aggregate amount of US\$ 20 million and 16,464,490 Warrants were issued to Blue Starry and Glory Sky. On 21 December 2018, remaining 35,281,049 Warrants and 5,880,175 Warrants were issued to Blue Starry and to Glory Sky respectively.

1(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The Company's total issued shares as at 30 September 2019, 31 December 2018 and 30 September 2018 were 770,500,542, 765,447,342 and 737,657,142 ordinary shares respectively.

The Company's total treasury shares as at 30 September 2019 was 2,542,000 shares and there were no shares held as treasury shares as at 31 December 2018 and 30 September 2018.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

These figures have neither been audited nor reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has consistently applied the same accounting policies and methods of computation in the Group's financial statements for the current reporting period and year compared with the audited financial statements for the year ended 31 December 2017, except that the Group has adopted Singapore Financial Reporting Standards (International) ("SFRS(I)") on 1 January 2018.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of the change.

SFRS(I) 16 Leases is effective for financial years beginning on 1 January 2019. The Group has applied the simplified transition approach and will not restate comparatives for the year prior to first application.

Other than the adjustments to leases being recognised on the balance sheet of the Group as at 1 January 2019, the adoption of new and revised standards did not have any material effect on the financial statements of the Group.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:

(a) Based on the weighted average number of ordinary shares on issue; and

	Actual (WITH financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Net profit attributable to equity holders of the Group (RMB'000)	110,301	32,317	63,509	33,684
Weighted average number of ordinary shares outstanding ('000)	768,189	737,657	768,189	737,657
Earnings per share – basic (RMB cents)	14.36	4.38	8.27	4.57

	Actual (WITHOUT financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Net profit attributable to equity holders of the Group (RMB'000)	78,847	56,779	189,864	115,010
Weighted average number of ordinary shares outstanding ('000)	768,189	737,657	768,189	737,657
Earnings per share – basic (RMB cents)	10.26	7.70	24.72	15.59

Basic earnings per share for third quarter and nine months ended 30 September 2019 and 30 September 2018 have been calculated based on the weighted average number of ordinary share capital of 768,188,564 and 737,657,142 ordinary shares respectively.

6 (b) On a fully diluted basis (detailing any adjustments made to the earnings)

	Actual (WITH financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Net profit attributable to equity holders of the Group (RMB'000)	140,697	53,723	146,247	92,822
Weighted average number of ordinary shares outstanding ('000)	1,172,325	1,094,470	1,172,325	1,094,470
Earnings per share – diluted (RMB cents)	12.00	4.91	12.47	8.48

	Actual (WITHOUT financial effects of Convertible Bonds and Warrants)			
	Third quarter ended		Nine months ended	
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
Net profit attributable to equity holders of the Group (RMB'000)	78,847	56,779	189,864	115,010
Weighted average number of ordinary shares outstanding ('000)	1,172,325	1,094,470	1,172,325	1,094,470
Earnings per share – diluted (RMB cents)	6.73	4.84	17.35	10.51

Diluted earnings per share for the above periods have been calculated assuming the outstanding convertible bonds have been converted at the exercise prices of S\$ 0.50 and S\$ 0.60 based on

convertible bonds issued on 3 March 2017 and 15 October 2018 respectively, warrants and share options granted, have been exercised as at 30 September 2019.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
- (a) **current financial period reported on; and**
- (b) **immediately preceding financial year.**

	Group			
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	<i>(WITH financial effects of Convertible Bonds)</i>		<i>(WITHOUT financial effects of Convertible Bonds)</i>	
Net asset value per share (RMB cents)	209.26	174.69	213.08	181.76

	Company			
	30 September 2019	30 September 2018	30 September 2019	30 September 2018
	<i>(WITH financial effects of Convertible Bonds)</i>		<i>(WITHOUT financial effects of Convertible Bonds)</i>	
Net asset value per share (RMB cents)	30.60	30.60	34.42	37.67

The net asset values per share as at 30 September 2019 and 30 September 2018 have been computed based on shareholders' equity and the existing share capital of 791,848,142 and 737,657,142 ordinary shares as at 30 September 2019 and 30 September 2018.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) **Any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

The Group's performance for the third quarter ended 30 September 2019 ("3Q2019") as compared to that of the third quarter ended 30 September 2018 ("3Q2018")

Based on actual financial performance WITH financial effects of Convertible Bonds and Warrants

Revenue

The Group's revenue increased by approximately RMB 14.1 million or 1.8% from RMB 763.7 million in 3Q2018 to RMB 777.8 million in 3Q2019. This was attributed to the increase in revenue of RMB 36.9 million or 17.8% from 3Q2018 generated from the Green Investment ("GI") business, while the decrease in revenue in Manufacturing and Services ("M&S") segment of RMB 22.8 million or

4.1% from 3Q2018 was due primarily to timing differences in deliveries based upon customer requirement.

Gross Profit

Gross profit increased by approximately RMB 34.7 million or 21.3% from RMB 162.6 million in 3Q2018 to RMB 197.3 million in 3Q2019. The increase was mainly attributable to the increase in gross profit margin from 21.3% in 3Q2018 to 25.4% in 3Q2019.

Profit before Income Tax

Profit before tax increased by approximately RMB 75.8 million or 137.8% from RMB 55.0 million in 3Q2018 to RMB 130.8 million in 3Q2019. The increase was mainly attributable to the following factors:

- (a) Increase in fair value gain on Convertible Bonds of RMB 69.4 million between 1 July 2019 and 30 September 2019 as compared to the period between 1 July 2018 and 30 September 2018, due primarily to the fluctuation in share price during the quarter;
- (b) Decrease in administrative expenses of RMB 12.6 million due primarily to the reclassification of tax expense and depreciation and amortisation from administrative expenses to cost of sales; and
- (c) Decrease in other operating expenses of RMB 2.6 million due primarily to the decrease in impairment allowance on trade receivables as a result of subsequent receipts during the current period.

The above-mentioned factors were offset by:

- (a) Increase in finance costs of RMB 17.7 million in line with the expansion of “BOT and TOT” projects;
- (b) Increase in foreign exchange loss of RMB 2.7 million as compared to foreign exchange loss in corresponding period caused mainly by the translation of USD Convertible Bonds to RMB as US dollar appreciated against the RMB during this period; and
- (c) Decrease in other operating income of RMB 21.6 million due primarily to the decrease in non-recurring government grants during this period.

Income Tax Expense

Excluding the non-tax deductible effect of the Convertible Bonds and Warrants, the effective tax rate for 3Q2019 would have been 22.2%.

Profit for the Financial Period

As a result of the above, the Group's net profit attributable to the shareholders increased by RMB 78.0 million or 241.3% from RMB 32.3 million in 3Q2018 to RMB 110.3 million in 3Q2019.

- (b) Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of the Group's Financial Position

Based on the statement of financial position WITH financial effects of Convertible Bonds and Warrants

The Group's total current assets increased by RMB 267.3 million or 9.0% from RMB 2,982.4 million as at 31 December 2018 to RMB 3,249.6 million as at 30 September 2019 mainly due to the following:

- (a) Increase in pledged bank deposits of RMB 61.9 million as collaterals were mainly required for the credit facilities granted;
- (b) Increase in trade receivables and contract assets of RMB 121.1 million arising mainly from an aggregate increase in trade receivables from third party retention receivables.

Approximately 34.8% and 8.5% of the trade receivables at 31 December 2018 and 30 September 2019 respectively were collected as at 31 October 2019. Most of the trade receivables are due from customers that are state-owned enterprises, listed companies or multinational corporations. Overall, the Group's customers are credit-worthy but payments remain slow due to tightening credit in China.

- (c) Increase in inventories of RMB 192.8 million due primarily to an increase in raw materials and consumable of RMB 69.5 million and work-in-progress of RMB 122.2 million; and
- (d) Increase in other receivables, deposits and prepayments of RMB 140.0 million due primarily to the increase in advance payment for purchases to fulfil the orders on hand as at 30 September 2019.

The above increase was offset by the following:

- (a) Decrease in cash and cash equivalents of RMB 232.6 million, due primarily to the investment in BOT and TOT projects; and
- (b) Decrease in financial assets at fair value through other comprehensive income resulted mainly from less notes receivables held by the Group that were due as of 30 September 2019.

The Group's total non-current assets increased by RMB 506.8 million or 13.9% from RMB 3,641.1 million as at 31 December 2018 to RMB 4,147.9 million as at 30 September 2019 mainly due to the following:

- (a) Increase in property, plant and equipment of RMB 121.5 million mainly resulting from the acquisition of GI projects;
- (b) Increase in goodwill of RMB 151.9 million resulted from newly-acquired GI projects;
- (c) Increase in intangible assets of RMB 194.8 million due to service concession arrangements relating to "BOT, BOO, TOT" projects on hand as at 30 September 2019;
- (d) Increase in right-of-use assets by RMB 20.9 million in accordance to SFRS(I) 16 Leases;
- (e) Increase in other receivables, deposits and prepayments of RMB 11.9 million due primarily to the increase in long-term prepaid expenses for GI projects; and
- (f) Increase in land use rights of RMB 6.7 million mainly resulting from the acquisition of GI projects.

The Group's total current liabilities increased by RMB 130.2 million or 4.2% from RMB 3,076.1 million as at 31 December 2018 to RMB 3,206.4 million as at 30 September 2019 mainly due to the following:

- (a) Increase in short-term borrowings of RMB 305.8 million due primarily to financing the acquisition of GI projects; and
- (b) Increase in trade payables of RMB 56.7 million as a result of an aggregate increase in customer advances and notes payable to third parties of RMB 244.4 million, offset by the decrease in payable to outside parties of RMB 187.7 million, as with the construction progress of "BOT, BOO and TOT" projects.

The above-mentioned factors were offset mainly by:

- (a) Decrease in other payables of RMB 224.8 million due primarily to the payment of considerations for the acquisition of Yongxing plant.

The Group's total non-current liabilities increased by approximately RMB 551.0 million from RMB 1,717.1 million as at 31 December 2018 to RMB 2,268.0 million as at 30 September 2019 mainly due to the following:

- (a) Increase in long term borrowings of RMB 385.6 million due primarily to the financing of the acquisition of GI projects;

- (b) Increase in fair value of Convertible Bonds of RMB 104.8 million in 3Q2019. *Please refer to Section 8 Financial Effects of Convertible Bonds*; and
- (c) Increase in deferred tax liabilities of RMB 41.7 million arising mainly from the financing of the acquisition of GI projects.

Review of the Group's cash flow statement for the third quarter ended 30 September 2019

Based on the cash flow statement WITH financial effects of Convertible Bonds and Warrants

Net cash used in operating activities amounted to approximately RMB 32.8 million, primarily due to operating cash flow before movements in working capital of approximately RMB 159.7 million that were derived from:

- (a) Increased working capital requirements due to the increase in trade receivables of RMB 26.9 million, increase in other receivables of RMB 44.1 million, decrease in other payables of RMB 8.0 million and increase in inventories of RMB 67.8 million;
- (b) Lower working capital requirements due to the increase in trade payables of RMB 45.7 million; and
- (c) Interest and tax paid of RMB 26.9 million in aggregate.

Net cash used in investing activities amounted to RMB 303.6 million mainly due to the expenditure on intangible asset of 202.1 million, purchase of property, plant and equipment of RMB 53.3 million, and purchase of subsidiary of RMB 48.6 million.

Net cash generated from financing activities amounted to RMB 268.3 million due to proceeds from bank loans of RMB 471.4 million and pledged bank deposits of RMB 65.6 million, which was offset by repayment of bank loans of RMB 259.3 million and interest paid for CBs and bank borrowings for acquisition of projects.

Use of Proceeds from Convertible Bonds

On 3 March 2017, the Company completed the issuance of first tranche convertible bonds of an aggregate principal amount of US\$ 110 million ("Tranche 1 Convertible Bonds" or "CB1"), which are convertible into fully paid ordinary shares in the capital of the Company to Glory Sky Vision Limited ("Glory Sky", ultimately indirectly and beneficially owned by CDH Fund V, L.P.).

Subsequently on 10 January 2018, Glory Sky transferred US\$ 60 million in principal amount of the CB1 to DCP. As a result of which, DCP and CDH (each an "Investor" and collectively, the "Investors") holds US\$ 60 million and US\$ 50 million convertible bonds issued under CB1 of the Company, respectively.

On 6 September 2018, the Company obtained shareholders' approval for the issuance of a second tranche convertible bonds of an aggregate principal amount of US\$ 70 million ("Tranche 2 Convertible Bonds or "CB2") and warrants exercisable at an aggregate amount of US\$ 30 million (the "Warrants" or the "Warrant Shares") to DCP and CDH to fund the GI related business of the Company.

Following the issuance of CB2 to the Investors, DCP and CDH will each hold up to US\$ 120 million and US\$ 60 million of CB1 and CB2 (collectively, the "Convertible Bonds") of the Company, respectively, convertible into fully paid ordinary shares in the capital of Company. The total aggregate principal amount of Convertible Bonds issued by the Company will be up to US\$ 180 million. The Convertible Bonds will mature in March 2022.

The net proceeds raised from CB1 is approximately US\$ 106.2 million after deducting transaction expenses of US\$ 3.8 million, while expected net proceeds from the issuance of CB2 will be approximately US\$ 67.6 million, after deducting transaction expenses of approximately US\$ 2.4 million. The Company completed the issuance of CB2 of an aggregate principal amount of US\$ 20 million on 15 October, 2018 and has completed the issuance of 57,625,714 warrants by 21 December, 2018.

The net proceeds have been and will be utilised for the expansion and further investment into Green Investments business, including by way of BOT/BOO/TOT models of centralised steam and electricity projects and other environmental protection related projects.

As at 31 October 2019, the Company has utilised an aggregate of US\$ 123.8 million of the net proceeds from Convertible Bonds as per schedule below.

Project	Use of Convertible Bonds Proceeds	Amount
Shantou	Project construction and equipment procurement	US\$ 20.4 million (approximately RMB 132.6 million)
Liutuan	Registered capital	US\$ 0.8 million (approximately RMB 5.2 million)
Jining JVC	Installation of steam distribution pipeline	US\$ 1.6 million (approximately RMB 10.3 million)
Xinjiang	Registered capital	US\$ 1.4 million (approximately RMB 9.0 million)
Yingtian	Registered capital	US\$ 0.1 million (approximately RMB 0.5 million)
Shandong Yangguang Institute	Purchase consideration of the acquisition	US\$ 4.3 million (approximately RMB 28.0 million)

Xinyuan Thermal Power	Purchase consideration of the acquisition	US\$ 13.1 million (approximately RMB 85.0 million)
Xintai Zhengda Thermolectric	Purchase consideration of the acquisition and construction of new facilities	US\$ 22.0 million (approximately RMB 145.0 million)
Yongxing Thermal Power	Purchase consideration of the acquisition	US\$ 50.2 million (approximately RMB 325.5 million)
General	Administrative and general expenses for business expansion of Green Investment related business	US\$ 9.9 million (approximately RMB 64.6 million) ⁽²⁾
Total Convertible Bonds Proceeds utilised		US\$ 123.8 million (approximately RMB 805.7 million)

*Note:

(1) The Company has paid the transaction expenses of approximately US\$2.4 million related to the issuance of CB2.

(2) It consists of (a) RMB42.7 million of remuneration for the development and management teams of GI; (b) RMB20.3 million of pre-development expenses of GI projects, such as costs expended for pre-investment due diligence activities, including project inspection, valuation and audit fees, communication costs and travel expenses etc; (c) RMB1.5 million of purchase of fixed assets for development teams of GI business; (d) RMB0.1 million of stamp duties for applicable GI transactions.

(3) With the first drawdown of US\$20 million in October 2018, the balance of Convertible Bonds proceeds of US\$50 million not yet drawn down has already been committed in the investment of the GI projects.

(4) The exchange rate is based on the actual settlement conditions.

Each of the above utilisation of the proceeds from the Convertible Bonds is consistent with the intended use as disclosed in the Company's circular to shareholders.

Financial Effects of Convertible Bonds and Warrants

Convertible Bonds were issued on 3 March 2017 and 15 October 2018 with the carrying amount of the Convertible Bonds currently stated at fair value as at 31 March 2017 and 15 October 2018 respectively. In accordance with SFRS(I), the financial effects on profit or loss associated with the issuance of compound financial instruments are as follows: (i) fair value change arising from fair valuation relating to the conversion option and Warrants and (ii) amortised interest charge relating to the amortised cost liability component of the Convertible Bonds and commitment fee of Warrants. The fair value change is an accounting treatment arising from the compliance with the accounting standards and has no cash flow effect and no financial impact on the performance targets in relation to the Convertible Bonds as stipulated in the Convertible Bonds Agreement stated in the circular dated 13 February 2017 and 21 August 2018 respectively.

The fair value change of the Convertible Bonds and Warrants and the related financial effects to the statement of profit or loss and other statements have no operational effects to the financial performance of the Group. Financial effects of Convertible Bonds and Warrants consist of unrealised foreign exchange translation, amortised interest expenses (inclusive of interest charges) and fair value gain/(loss) of Convertible Bonds and Warrants. Excluding the financial effects of the Convertible Bonds and Warrants, net profit attributable to equity holders of the Company increased by RMB 22.1 million or 38.9% from RMB 56.8 million in 3Q2018 to RMB 78.8 million in 3Q2019.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

There is no variance between the actual results and the forecast, or prospect statement previously disclosed to shareholders.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Sunpower continued to record a strong financial performance in 9M2019, characterised by sustained levels of profit and profitability and robust rates of growth. It has continued to expand the long-term, recurring, high-quality income and cashflow GI business and reaped the benefit of continuous enhancement of the core competitive strengths of the M&S business.

Group revenue increased 13.4% YoY to RMB2,248.4 million, group EBITDA increased 60.9% YoY to RMB434.1 million and underlying net profit¹ increased 46.9% YoY to RMB189.9 million while underlying operating cash flow² was a strong RMB232.7 million.

Although the GI projects are still ramping up, GI revenue increased 85.2% YoY to RMB775.9 million and EBITDA increased 71.6% YoY to RMB266.6 million. Operating cashflow generated by GI projects increased 11.2% YoY to RMB176.3 million.

As a leading industrial steam supplier, Sunpower's GI business serves diverse industries including chemical, printing & dyeing, paper making, F&B, building materials, pharmacy, paint, wood processing, chemical fertilizer, etc. The Group currently has 8 projects in operation and the construction of Phase 2 of Shantou Project has kicked off. To-date, Sunpower has invested and committed equity investments of more than RMB1.6 billion to build up its sizeable GI portfolio, and is on track to invest totalled equity investments of RMB2.5 billion by 2021. Sunpower's GI projects have attractive double-digit internal rate of return (IRR), supported by exclusive concessions of typically 30 years. The net present value (NPV) of long-term GI cash flows is expected to considerably exceed their current contributions as GI projects are still ramping up.³

¹ Underlying net profit is the true operating performance of the Group, after adjusting net profit attributable to shareholders (including effects of Convertible Bonds and Warrants) for amortised interest expenses and fair value gains or losses as well as foreign exchange gains or losses associated with the Convertible Bonds and Warrants.

² Underlying operating cash flow adjusting for CB interest of RMB19.7 million

³ Based on the company's long-term discounted cashflow forecasts

M&S revenue was RMB1,472.5 million and M&S gross profit was improved by successfully enhancing core competitive strengths, secured by innovative proprietary technologies, solid track record and strong market reputation. M&S order book remained strong and sustained at RMB2.5 billion as at October 2019 after accounting for contract deliveries. Approximately 70% of M&S customers are repeat customers, including a large base of reputable global names, such as BASF, BP, Shell, CNOOC, CNPC, SINOPEC, etc that spans more than 15 industries in 30 countries.

Looking ahead, there is still much to be done to combat air pollution. Ahead of the UN Climate Action Summit in September 2019, the Ministry of Ecology and Environment (MEE) released a “Position and Action” statement which iterated the importance of addressing climate change and emphasized that “China continues the campaign to prevent and control air pollution and make the skies blue again”⁴. In October 2019, 16 government bodies in China released an action plan to improve air quality, targeting a 4% YoY drop in the average density of PM2.5 particulate matter from 1 Oct 2019 to 31 March 2020⁵.

Such high-level official backing and strict enforcement will drive the long-term prospects of China’s environmental protection industry, particularly the anti-smog services sector that Sunpower’s GI business is targeting, and this will continue to provide enormous growth opportunities for Sunpower.

With GI as the growth driver and value creator, the Group has grown into a company driven by long-term, recurring, high-quality income and cash flows. Barring unforeseen circumstances, Sunpower is well placed to further improve earnings growth and quality in the next phase. It expects the continued ramp-up of existing GI operations, acquisition of Suyuan Plant, potential securing of more earnings-accretive M&As, trial production of Shantou Phase 1 by the end of 2019 as well as the continued enhancement of the core competitive strengths of M&S to benefit its earnings in 2019 and beyond.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

None.

**(b) (i) Amount per share in cents
(ii) Previous corresponding period in cents**

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

⁴ http://english.mee.gov.cn/News_service/news_release/201909/t20190917_734051.shtml

⁵ http://www.bjreview.com/Nation/201910/t20191017_800181944.html

http://www.mee.gov.cn/xxgk2018/xxgk/xxgk03/201910/t20191016_737803.html

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended by the Board of Directors of the Company for the quarter ended 30 September 2019. It is not the Company's practice to declare dividends during the third quarter of the financial year.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company does not have an Interested Person Transaction mandate.

14. Negative Confirmation Pursuant to Rule 705 (5).

We do hereby confirm on behalf of the Board of Directors of the Company ("the Board") that, to the best of our knowledge, nothing has come to the attention of the Board which may render the financial statements for the quarter ended 30 September 2019 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rules 720 (1).

The Company has obtained undertakings from all directors and executive officers.

For and on behalf of the
Board of Directors of
SUNPOWER GROUP LTD.

Guo Hong Xin
Executive Chairman

Ma Ming
Executive Director

BY ORDER OF THE BOARD

Ma Ming
Executive Director

14 November 2019