



中國秦發集團有限公司
CHINA QINF A GROUP LIMITED

(Stock code: 00866)

**FINAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

Company

Group

2019 Results Announcement

AUDITOR'S AGREEMENT ON THE 2019 ANNUAL RESULTS

Board

Directors

Consolidated Statement of Comprehensive Income

	2019 RMB'000
Revenue	2,799,520
Cost of sales	(2,392,962)
	<hr/>
Gross profit	406,558
	27,744
	(4,462)
	(140,758)
	<hr/>
	8,001
	21,544
	(31,556)
	<hr/>
Results from operating activities	287,071
	<hr style="border-top: 1px dashed black;"/>
	1,446
	(293,023)
	<hr/>
Net finance costs	(291,577)
	<hr style="border-top: 1px dashed black;"/>
(Loss)/profit before taxation	(4,506)
	85,229
	<hr/>
Profit for the year	80,723
	<hr style="border-top: 1px dashed black;"/>

2019
RMB'000

Other comprehensive income

1,695

Other comprehensive income for the year, net of tax

1,695

Total comprehensive income for the year

82,418

Profit for the year attributable to:

81,421

(698)

Profit for the year

80,723

**Total comprehensive income for the year
attributable to:**

83,116

(698)

Total comprehensive income for the year

82,418

**Earnings per share attributable to the equity
shareholders of the Company during the year**

RMB3.1 cents

RMB3.1 cents

Consolidated Statement of Financial Position

	2019
	<i>RMB'000</i>
Non-current assets	
	4,669,115
	4,017,884
	10,828
	—
	—
	<hr/>
	8,697,827
	<hr style="border-top: 1px dashed black;"/>
Current assets	
	59,520
	129,128
	293,234
	15,229
	159,695
	<hr/>
	656,806
	<hr style="border-top: 1px dashed black;"/>
Current liabilities	
	(333,947)
	(2,576,696)
	(3,819)
	(2,163,276)
	(219,054)
	<hr/>
	(5,296,792)
	<hr style="border-top: 1px dashed black;"/>
Net current liabilities	(4,639,986)
	<hr style="border-top: 1px dashed black;"/>
Total assets less current liabilities	4,057,841
	<hr style="border-top: 1px dashed black;"/>

2019
RMB'000

Non-current liabilities

(20,550)
(124,010)
(1,495)
(2,172,848)
(1,173,674)

(3,492,577)

Net assets

565,264

Capital and reserves

211,224
156,931
(710,511)

**Total deficit attributable to equity shareholders of the
Company**

(342,356)

Non-controlling interests

907,620

Total equity

565,264

Notes to the Consolidated Financial Statements

1. GENERAL

Company

Fortune Pearl

Mr. Xu

Stock

Exchange

Listing Date

PRC

Group

RMB

HKD

2. BASIS OF PREPARATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

3. APPLICATION OF NEW AND AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRSs”)

New and amendments to IFRSs that are mandatorily effective for the current year

IASB

3.1 IFRS 16 “Leases”

At 1 January 2019

4. SEGMENT REPORTING

- (a) **Segment results, assets and liabilities**

CEO

	Coal business		Shipping transportation		Total	
	2019	2018	2019	2018	2019	2018
	<i>RMB'000</i>		<i>RMB'000</i>		<i>RMB'000</i>	
	2,720,845		78,675		2,799,520	
	—		—		—	
Reportable segment revenue	2,720,845		78,675		2,799,520	
Reportable segment profit/						
(loss) before taxation	316,533		(18,444)		298,089	
	(529,412)		(6,975)		(536,387)	
	—		—		—	
	1,800		—		1,800	
	8,001		—		8,001	
	21,544		—		21,544	
	7,356		—		7,356	
	205,587		752		206,339	
Reportable segment assets	9,506,136		259,507		9,765,643	
Reportable segment						
liabilities	(7,699,230)		(100,707)		(7,799,937)	

(b) Reconciliations of reportable segment revenue, (loss)/profit before taxation, assets and liabilities

Revenue

2019

RMB'000

2,799,520

—

2,799,520

(Loss)/Profit before taxation

2019

RMB'000

298,089

—

(11,018)

(291,577)

(4,506)

Assets

2019

RMB'000

9,765,643

(528,082)

117,072

9,354,633

Liabilities

2019
RMB'000

7,799,937
(407,524)
219,054
1,173,673
4,229

8,789,369

(c) **Geographic information**

Revenue from external customers

2019
RMB'000

2,738,204
61,316

2,799,520

(d) **Information about major customers**

2019
RMB'000

777,462
402,110
388,895
N/A*

5. REVENUE

2019
RMB'000

2,720,845
78,675

2,799,520

6. OTHER INCOME, GAINS AND LOSSES

2019
RMB'000

404

—
1,800

—
7,356
5,792
12,392

27,744

7. NET FINANCE COSTS

2019
RMB'000

(1,446)	<hr/>
133,205	
23,684	
181,027	
(44,893)	<hr/>
293,023	<hr/>
291,577	<hr/> <hr/>

2019
RMB'000

171,092	
390	
9,545	<hr/>
181,027	<hr/> <hr/>

8. (LOSS)/PROFIT BEFORE TAXATION

2019	
<i>RMB'000</i>	
1,588,969	
—	
—	
460	—
300,473	
232,463	
—	
3,451	
2,211	
2,144	
735	
441,424	
23,991	
—	
<u>465,415</u>	<u>—</u>

9. INCOME TAX (CREDIT)/EXPENSE

2019
RMB'000

21,690

(29,404)

(7,714)

(77,515)

(85,229)

10. EARNINGS PER SHARE

Basic earnings per share

2019
RMB'000

81,421

(5,208)

76,213

2,493,413,985

Diluted earnings per share

2019
RMB'000

76,213

N/A

11. DIVIDENDS

12. TRADE RECEIVABLES

31 December
2019
RMB'000

261,423
(132,295)

129,128

Ageing analysis

2019
RMB'000

14,149
27,891
1,253
1,297
84,538

129,128

13. TRADE PAYABLES

2019
RMB'000

149,380

15,084

169,483

333,947

14. BORROWINGS

2019
RMB'000

296,033

932,640

1,228,673

3,107,451

4,336,124

2019
RMB'000

2,163,276

560,332

1,612,516

2,172,848

4,336,124

2019
RMB'000

2,096,836

626,772

1,612,516

4,336,124

2019
RMB'000

1,017,438

4,017,884

11,274

15. CONTINGENT LIABILITIES

(a) Outstanding litigations

(i) Litigation claims relating to repayment to non-controlling shareholders

(ii) Litigation claims relating to the performance of the contract execution between Yu Lin Zhong Kuang Wan Tong Construction Limited Company (Yu Lin Zhong Kuang) and Hongyuan Coal

(iii) Litigation claims relating to the performance of the purchase contract execution between Shanxi Yunxin International Trade Co., Ltd (“Shanxi Yunxin”) and Huameiao Energy, Xingtao Coal, Fengxi Coal and Chongsheng Coal

(b) Financial guarantees issued

(c) Borrowing default clause

16. EVENT AFTER THE REPORTING PERIOD

MANAGEMENT DISCUSSION AND ANALYSIS

Stock-taking and Resource Allocation

Ranking among Guangdong Top 500 Enterprises

廣東省企 強
廣東流通行業百強
廣東
省企業聯合會 廣東省企業家協會

Location Ownership Site area Production capacity Operation status

COAL CHARACTERISTICS

Coal Quality Characteristic	Huameiao Energy — Xingtao Coal	Huameiao Energy — Fengxi Coal	Huameiao Energy — Chongsheng Coal
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OPERATING DATA

Reserves and Resources

Huameiao

	Year ended 31 December 2019 (<i>'000 tonnes</i>)
Raw coal production volume	3,601
	3,303
	3,125
	—
	<u>10,029</u>

	Year ended 31 December 2019 (<i>'000 tonnes</i>)
Commercial coal production volume (<i>Note</i>)	2,341
	2,147
	2,031
	—
	<u>6,519</u>

Exploration, Mining and Development Expenses

	Year ended 31 December 2019 <i>RMB'000</i>
	110,386
	255,977
	49,986
	719,608
	417
	<u>1,136,374</u>

FINANCIAL REVIEW

Revenue

Year ended 31 December
2019

RMB'000

2,720,845

78,675

2,799,520

Coal business

Year ended 31 December
2019

'000 tonnes

7,602

Year ended 31 December
2019

358

634

	Year ended 31 December	
	2019	
	Revenue	Percentage
	<i>RMB'000</i>	<i>of revenue</i>
		<i>% of total</i>
	251,580	9.2
	2,469,265	90.8
	—	—
	<u>2,720,845</u>	<u>100.0</u>

Shipping transportation

Cost of Sales

**Year ended 31 December
2019
RMB million**

417.9

727.8

1,136.0

110.4	
256.0	
523.2	
246.4	

2,281.7

**Year ended 31 December
2019**

Origins of coal

	Sales volume '000 tonnes	Revenue RMB'000	
	7,602	2,720,845	
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>	
	<u>7,602</u>	<u>2,720,845</u>	

Gross Profit

Other Income, Gains and Losses

Distribution Expenses

Administrative Expenses

Other Expenses

Net Finance Costs

Profit Attributable to Equity Shareholders

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

USD

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

PLEDGE OF ASSETS OF THE GROUP

CONTINGENT LIABILITIES

FINAL DIVIDEND FOR THE YEAR ENDED 31 DECEMBER 2019

EMPLOYEES AND REMUNERATION

BUSINESS OUTLOOK

CORPORATE GOVERNANCE

Listing Rules

AUDIT COMMITTEE OF THE BOARD

SCOPE OF WORK OF THE AUDITOR

EXTRACT OF INDEPENDENT AUDITOR'S REPORT

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

PUBLICATION OF ANNUAL REPORT

Report

Annual

CLOSURE OF THE REGISTER OF MEMBERS

China Qinfra Group Limited
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