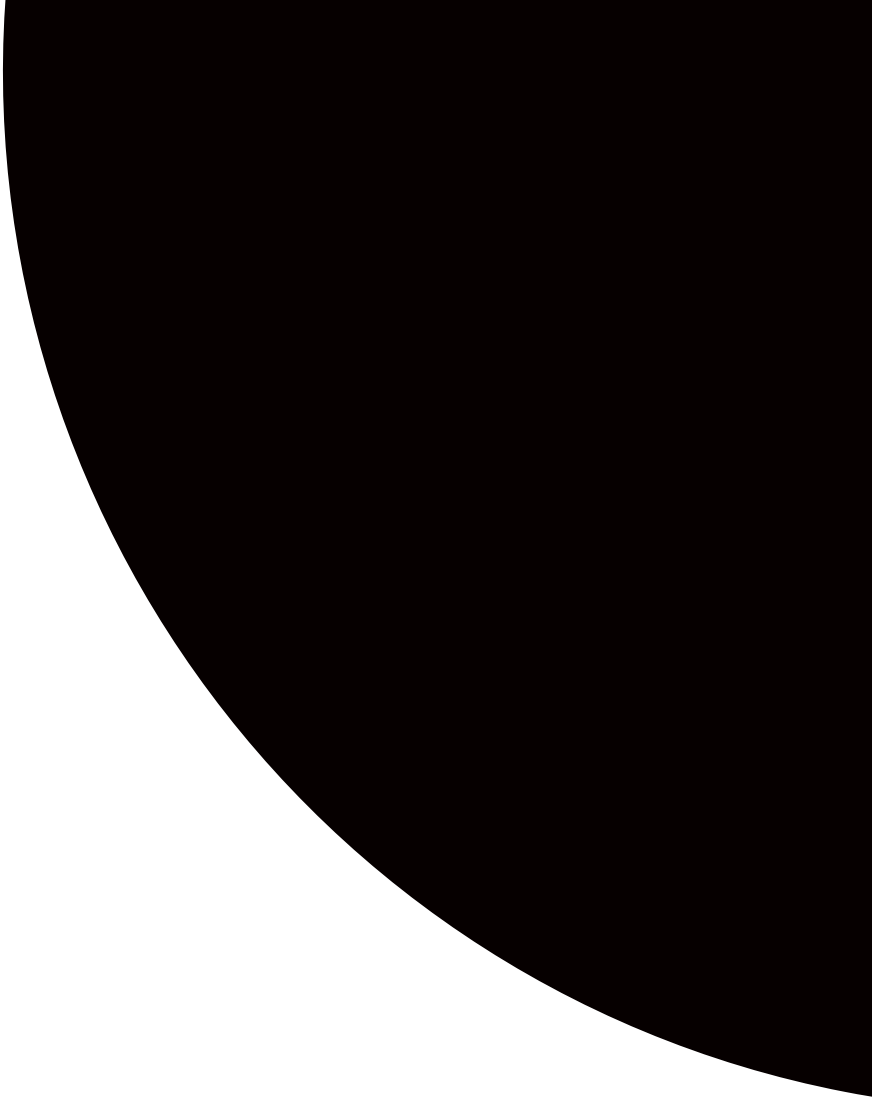
CORPORATE PROFILE
企業簡介

China Lesso Group Holdings Limited is a leading large-scale industrial group



FINANCIAL HIGHLIGHTS
財務摘要

		截至 月 / 日止六個月		31 December 12月31日	*Change* *變動*
		2018		2018	
		10,448,302			*6.6%*
		2,721,219			*17.6%*
		179,961			*50.9%*
	攤前盈利	1,852,431			*23.2%*
	税前溢利	1,299,159			*21.7%*
	期內溢利	1,005,108			*25.1%*
	本公司擁有人				
	應佔溢利	1,041,194			*21.4%*
	(人民幣千元)				
Total assets	資產總額			34,636,277	*4.3%*
Cash and bank deposits	現金及銀行存款			6,451,791	*(8.2)%*
Total debts[a]	債務總額[a]			11,731,058	*6.8%*
Net debt[b]	債務淨額[b]			5,279,267	*25.1%*
Total equity	權益總額			15,072,865	*3.5%*
	股份資料(人民幣)				
Basic and diluted earnings per share[c]	每股基本及攤薄盈利[c]	0.34			*20.6%*
Interim dividend per share (HK cents)	每股中期股息(港仙)	10			*20.0%*
Equity attributable to owners of the Company per share[d]	每股本公司擁有人應佔權益[d]			4.77	*3.6%*
	財務比率				
Gearing Ratio (%)	資產負債率(%)			43.8	
Net debt to equity[e] (%)	債務淨額對權益比率[e](%)			35.0	
Interest cover[f]					

MANAGEMENT DISCUSSION AND ANALYSIS
管理層討論及分析

CORPORATE OVERVIEW

China Lesso is a leading large-scale industrial group which produces building materials and interior decoration products in mainland China. The Group established 23 advanced production bases in 16 provinces within China to support a nationwide sales network. The Group strives to refine its strategic planning and sales network, offering a comprehensive range of diverse industrial products and quality sales services.

The Group continued to reinforce its leading position in the Chinese market, especially in Southern China, on the strength of its quality products, advanced technologies in research and development and a wide sales network. In recent years, the Group has been actively developing business in other local markets and overseas markets. While steadily upgrading the core business of plastic piping systems, the Group has also proactively diversified building materials and interior decoration products, and expanded business of environmental protection and Lesso Home, so as to create long-term commercial synergies for the Group's overall business while providing convenient and efficient solutions for customers.

The brand name LESSO of China Lesso represents the key elements of the Group's corporate culture: "Link, Easiness, Safety, Sharing and Openness", and demonstrates its commitment to "Creating a Relaxing Life for Dwellers". Since it was established over 30 years ago, China Lesso has been consistently consolidating its strong brand position and reputation, and has received quality accreditations from many national and professional institutions, including "The Best Supplier for Cooperation on Batch Residential Refined Decoration Standard in Guangdong-Hong Kong-Macao Greater Bay Area in 2019", "The Most Trusted Brand by Consumers in 2018", "Influential Brand in China's Interior Decoration Industry", "Annual Innovative Brand in China's Interior Decoration Industry", "Preferred Supplier of Top 500 Chinese Real Estate Development Enterprises in 2018", "China's Top 100 Companies Award", "Award for Benchmark Company in Quality Manufacturing in Foshan", and "Top 10 Companies Award in China's Light Industry and Plastics Industry". The Group's leading brand position reflects its strong capabilities to conduct product research and development and to ensure excellent product quality. This has laid a foundation for the Group's strong business presence in mainland China and overseas markets, and gave the impetus for further expansion of China Lesso's sales network.

概覽

中國聯塑為中國內地領先的大型建材家居產業集團。為配合覆蓋全國的銷售網絡，本集團建立了23個先進的生產基地，分佈於中國16個省份。本集團一直致力完善戰略佈局及銷售網絡，並提供種類齊全、多元化的產品及全面優質的銷售服務。

憑藉優質產品、先進的研發技術及廣泛的銷售網絡等優勢，本集團繼續鞏固於中國市場的領導地位，特別是華南地區。近年來，本集團積極拓展華南以外及海外市場的業務。在穩步提升核心塑料管道系統業務的同時，本集團亦積極擴展建材家居產品、環保及領尚環球之家業務，為集團整體業務帶來長遠的商業協同效應，同時為客戶提供便捷高效的解決方案。

中國聯塑的品牌LESSO寓意著本集團「傳承、輕鬆、安全、分享、開放」的企業文化理念，致力「為居者構築輕鬆生活」。成立三十多年來，中國聯塑一直鞏固其優越的品牌地位及知名度，榮獲多個國家及專業機構的品質認證，包括「2019粵港澳大灣區住宅批量精裝標準最具合作價值供應商」、「2018消費者信得過品牌」、「中國家居行業影響力品牌」、「中國家居行業年度創新品牌」、「2018中國房地產開發企業500強首選供[illegible]」、「中國百強企業獎」、「佛山品質製造[illegible]」、「中國輕工業塑料行業十強企業[illegible]領先的品牌地位足證其產品[illegible]品質量，為本集團建立[illegible]礎，進一步拓展中[illegible]

MARKET REVIE

In the fir and United nued to cloud hina maintained ess in the country's China pressed on with perty market and tightened eal estate sector in an attempt ty market. Meanwhile, the Chinese multiple large-scale municipal projects and construction as it pursues its policies on energy and environmental protection in tandem with its ongoing urbanisation. This resulted in a steady increase in the demand for pipes and pipe fittings.

According to the forecast of the "Development Proposal on the China's Plastic Industry for the 13th Five-year Plan Period (2016–2020)", China's production volume of plastic pipes during that period will grow by approximately 3% annually. By 2020, it is expected that China's production volume of plastic pipes will reach 16 million tonnes. In addition, under the "Programme for Construction of the National Urban Municipal Infrastructure of the 13th Five-year Plan", targets have been set for the development of the facilities for water supply, heating, drainage and waterlogging prevention in China. Under the Programme, China plans to add 93,000 kilometres ("km") of new pipelines to the water supply network and 95,000 km of new pipelines to the drainage network. The country will also replace 23,000 km of old pipelines of the drainage network, add 41,000 km of new pipelines to the centralised heating network, build 137,000 km of new gas pipelines, and construct 112,400 km of urban rainwater pipelines during the period of the "13th Five-year Plan". These large-scale infrastructure projects will add impetus to the urbanisation and regional economic development. All these will generate enormous demand for pipes.

市場概況

2019年上半年，中美貿易衝突持續，不穩定因素繼續影響全球經濟環境；與此同時，受供給側結構性改革深入推進支持，中國經濟維持穩定增長。於報告期內，中國繼續實行「因城施政，一城一策」的調控基調，並收緊對房地產融資的監管，使整體房地產市場持續降溫。同時，隨著城鎮化進程的不斷推進，中國政府持續推行能源及環保政策，並積極推動多項大型市政工程及城市基礎建設發展，管道管件應用的需求保持穩定增長。

根據《中國塑料行業「十三•五」期間(2016–2020)發展建議》預測，中國於「十三•五」期間塑料管道生產量將維持在約3%的年增長速度，到2020年，預計中國塑料管道生產量將達到1,600萬噸。另外，《全國城市市政基礎設施建設「十三•五」規劃》亦提出國家在供水、供熱、排水防澇等基礎設施的發展目標，中國計劃於「十三•五」期間新建供水管網、污水管網各9.3萬公里及9.5萬公里，改造老舊污水管網2.3萬公里，建設集中供熱管網、燃氣管道及城市雨水管道各4.1萬公里、13.7萬公里及11.24萬公里。上述規模宏大的基礎設施工程，將進一步推動城鎮化及區域經濟發展，為管道行業帶來龐大的市場需求。

MARKET REVIEW (continued)

The rapid growth in China's demand for natural gas can also boost the development of the pipeline industry. The "Programme for Natural Gas Development under the 13th Five-Year Plan" stated that during the period of the "13th Five-year Plan", China will build 40,000 km of new main and branch natural gas pipelines, which will result in a total length of 104,000 km in 2020. According to the "Plan for Clean Heating in Winter in Northern China (2017–2021)", China plans to add eight new main pipes for transmission of natural gas. After the completion of construction and commencement of operation, the supply capacity will increase by approximately 75 billion cubic meters per year. Meanwhile, six provinces and cities including Beijing, Tianjin, Hebei, Shandong, Henan and Shanxi plan to add 4,300 km of natural gas pipelines from 2017 to 2021. The nationwide construction of infrastructure for clean heating is expected to add impetus to the pipeline industry.

During the reporting period, the Chinese government continued to push forward the "Action Plan for Prevention and Control of Water Pollution". According to the requirements of the new "Law on Prevention and Control of Water Pollution" and the related planning under the national "13th Five-year Plan", various local governments in China have successively promulgated a series of pollution control policies, which will facilitate sewage control, improve the quality of water environment, enhance the municipal pipeline network and sewage disposal equipment, thus generating enormous market demand for pipelines. In the "Plan for Prevention and Control of Water Pollution in Major River Basins (2016–2020)", the National Development and Reform Commission estimates that investments in projects for prevention and control of water pollution in major river basins will be around RMB700 billion in total if the objectives of the "13th Five-year Plan" are to be met. In particular, the investment in projects for municipal sewage disposal and the development of ancillary facilities is estimated to be RMB316.1 billion. Meanwhile, various local governments in China had started the pipeline network reformation plan from which huge demand is expected.

市場概況(續)

中國天然氣需求的迅速增長對管道行業提供了極大的增長動力。《天然氣發展「十三•五」規劃》提出，於「十三•五」期間，中國將新建天然氣主幹及配套管道4萬公里，2020年總里程將達到10.4萬公里。根據《北方地區冬季清潔取暖規劃(2017–2021年)》，中國計劃新增八條主幹管道，建成並投產後的供應能力每年增加約750億立方米。同時，北京、天津、河北、山東、河南及山西六個省市2017年至2021年規劃將新增4,300公里。隨著全國各地清潔取暖基礎建設工程的實施，預期將為管道行業帶來穩定增長動力。

於報告期內，中國政府持續推動實施「水污染防治行動計劃」，根據新的《水污染防治法》和國家「十三•五」相關規劃的要求，各地政府相繼出台了一系列的治污政策，加快發展污水治理，提升水環境品質，推動市政管網、污水處理等設備，為管道行業帶來巨大的市場需求。國家發改委在《重點流域水污染防治規劃(2016–2020年)》中，根據「十三•五」規劃目標對重點流域水污染防治項目投資進行了匡算，共計約人民幣7,000億元，其中，城鎮污水處理及配套設施建設項目匡算投資人民幣3,161億元。同時，中國多地政府啟動管網改造計劃，預期將釋放大量市場

市場概況(續)

中央國務院去年發佈《鄉村振興戰略規劃(2018–2022年)》，提出加大力度發展農村基礎設施建設，加強農村水利基礎設施網路建設，推動城鄉一體化的城鎮化發展。生態環境部、農業農村部發佈的《農業農村污染治理攻堅戰行動計劃》更加明確地表示了對農村污染治理的高度重視，推進農村供水、排水溝、污水收集及污水處理管網等基礎設施的建設，為管道建設市場帶來持續增長的市場動力。

，中匿鈰傷翡化褙剋蔪錦暕賴
中國政府提出《海島海水淡化工程實施方案》，計
劃在遼寧、山東、青島、浙江29[illegible]海[illegible]，
海省市，於3[illegible]的海殉麵
[illegible]
塘器管遊的市場[illegible]
虌熅堀鰺燮鍥鋙，中菴喜基礎設
(continued)00

RESULTS AND PERFORMANCE

The Group continued to capture the opportunities brought by national policies and the real estate industry to consolidate the plastic piping systems business, and actively develop the business of building materials and interior decoration as well as the environmental protection business at the same time, in order to broaden the revenue base for the Group. In the first half of 2019, benefitting from the steady growth in China's economy and demand for infrastructure construction, China Lesso saw its revenue increased by 6.6% to RMB11,137 million (1H2018: RMB10,448 million). During the reporting period, gross profit rose by 17.6% to RMB3,200 million (1H 2018: RMB 2,721 million) on the back of the Group's economies of scale, continued expansion of production capacity of its plants and effective strategy in procurement of raw materials. Gross profit margin reached at 28.7% (1H 2018: 26.0%), and the net profit margin increased by 1.7 percentage points year on year to 11.3%.

The table below sets out the breakdown of revenue by business unit for the six months ended 30 June 2019 and 2018:

業績表現

本集團繼續把握國策及房地產產業帶來的機遇，持續穩固塑料管道系統業務，同時積極拓展建材家居業務和環保業務，為集團拓寬收入基礎。2019年上半年，受惠於維持穩定增長的中國經濟及基礎建設需求，中國聯塑收入按年增加6.6%至人民幣111.37億元（2018年上半年：人民幣104.48億元）。於報告期內，有賴於本集團的規模經濟效益、持續提升廠房產能和有效的採購策略，毛利按年增加17.6%至人民幣32.00

		收入		佔總收入	
		2018 RMB million 人民幣百萬元	*Change 變動*	2018	
Plastic piping systems	塑料管道系統	9,400	*7.1%*		90.0%
Building materials and interior decoration products	建材家居產品	559	*2.3%*		
Others[#]	其他[#]	489	*1.8%*		
Total	總計	10,448	*6.6%*		

[#] "Others" includes businesses of environmental engineering and other related services, financial services and others.

For the six months ended 30 June 2019, the number of the Group's independent and exclusive first-tier distributors nationwide increased to 2,206 (1H 2018: 2,172). Southern China remained the Group's majorrevenue co[illegible] respectively of the Group's total revenue.

RESULTS AND

The table

for the six

		收入		佔總收入	
		2018			2018
		RMB million	*Change*		
		人民幣百萬元	人民幣百萬元	*變動*	
	華南		5,709	*6.4%*	54.6%
	西南		1,206	*(2.7)%*	11.5%
Central China	華中		1,273	*1.5%*	12.2%
Eastern China	華東		560	*17.5%*	5.4%
Northern China	華北		686	*16.5%*	6.6%
Northwestern China	西北		395	*22.8%*	3.8%
Northeastern China	東北		221	*8.4%*	2.1%
Outside China	中國境外		398	*3.8%*	3.8%
Total	總計		10,448	*6.6%*	100.0%

Details of the scope of coverage of each region are set out in note 3 to condensed consolidated financial statements.

Over the years, the Group reduced the pressure stemmed from rising raw

BUSINESS REVIEW AND OUTLOOK

The Chinese government continued to promote various policies on energy conservation and environmental protection such as "Switching from Coal to Gas as Source of Energy" and "Action Plan for Prevention and Control of Water Pollution", and implemented the planning for piping and pipeline networks. This has generated a stable demand for plastic pipes and pipe fittings. For the six months ended 30 June 2019, the Group's business of plastic piping systems maintained steady growth on the back of the steadily increasing demand from the Chinese construction industry and the demand from urbanisation redevelopment and the projects of rural water supply and drainage systems construction. However, the progress of certain construction projects of the Group's clients was affected by severe weather in the coastal regions of Southern China during the reporting period. This restrained the sales volume growth of plastic piping systems business. During the reporting period, the revenue from plastic piping systems business increased by 7.1% to RMB10,067 million (1H2018: RMB9,400 million), accounting for 90.4% of the Group's total revenue (1H 2018: 90.0%).

The table below sets out the breakdown of revenue from plastic piping systems by region for the six months ended 30 June 2019 and 2018:

業務回顧及展望

塑料管道系統

中國政府繼續推動「煤改氣」及「水污染防治行動計劃」等能源及環保政策，持續落實管道管網規劃，為塑料管道及管件產品帶來穩定的市場需求。截至2019年6月30日止六個月，受惠於中國建築行業的需求穩步提升，以及舊城改造與鄉村給排水建設項目帶動需求，本集團的塑料管道系統業務維持穩健增長。然而，於報告期內建築項目的施工速度受華南沿海一帶的惡劣天氣影響，抑制了塑料管道系統業務銷量的增幅。於報告期內，塑料管道系統業務的收入按年增加7.1%至人民幣100.67億元（2018年上半年：人民幣94.00億元），佔本集團總收入的90.4%（2018年上半年：90.0%）。

下表載列截至2019年及2018年6月30日止六個月塑料管道系統收入按地區劃分的詳情：

Region	地區	收入 2018 RMB million 人民幣百萬元	*Change* *變動*	佔收入
Southern China	華南	5,142	*5.7%*	
Other than Southern China	華南以外地區	4,066	*8.5%*	
Outside China	中國境外	192	*14.2%*	
Total	總計	9,400	*7.1%*	

BUSINESS REV

om plastic piping
1 the six months ended 30 June

業務回顧及展望(續)

塑料管道系統(續)

下表載列截至2019年及2018年6月30日止六個月塑料管道系統業務收入按產品應用劃分的詳情：

		收入		佔收入	
		2018 RMB million 人民幣百萬元	*Change 變動*		2018
Water supply	供水	3,667	*7.1%*		39.0%
Drainage	排水	3,608	*5.5%*		38.4%
Power supply and telecommunications	電力供應及通訊	1,633	*8.7%*		17.4%
Gas transmission	燃氣輸送	184	*(10.4)%*		1.9%
Others#	其他#	308	*27.5%*		3.3%
Total	總計	9,400	*7.1%*		100.0%

"Others" includes agricultural applications, floor heating and fire services.

「其他」包括農用、地暖及消防。

The Group also continued to boost sales volume of plastic pipes and pipe fittings such that sales volume of the plastic piping systems increased by 2.5% year on year. In terms of product materials, sales volume of PVC products increased by 0.7% to 777,899 tonnes (1H 2018: 772,412 tonnes) while that of non-PVC products increased by 8.9% to 231,954 tonnes (1H 2018: 213,006 tonnes). Revenue from sales of PVC products increased by 3.8% to RMB6,355 million (1H 2018: RMB6,124 million) while that of non-PVC products increased by 13.3% to RMB3,712 million (1H 2018: RMB3,276 million).

本集團亦繼續致力提高塑料管道及管件的產品銷量，塑料管道系統銷量按年增加2.5%。產品物料方面，PVC產品的銷量按年增加0.7%至777,899噸(2018年上半年：772,412噸)，非PVC產品的銷量則按年增加8.9%至231,954噸(2018年上半年：213,006噸)。銷售PVC產品及非PVC產品所得的收入分別按年增加3.8%至人民幣63.55億元(2018年上半年：人民幣61.24億元)及13.3%至人民幣37.12億元(2018年上半年：人民幣32.76億元)。

The Group always determines its product price on a cost-plus basis. During the reporting period, the Group strived to maintain its gross profit margin at a reasonable and healthy level by effectively controlling the costs of raw materials and production through economies of scale, massive procurement from raw materials suppliers and other measures. As the average cost of raw materials increased by 0.9% year on year, the Group raised the average selling price of its plastic piping systems by 4.5% to RMB9,969 per tonne (1H 2018: RMB9,539 per tonne). The gross profit margin at the plastic piping systems business reached 29.4% (1H 2018: 26.8%).

本集團一直按成本加成基準釐定產品價格。於報告期內，本集團通過規模經濟效益、與原材料供應商進行大量採購等措施，有效控制原材料和生產成本，致力把毛利率維持於合理和穩健水平。

BUSINESS REVIEW AND OUTLOOK (Continued)

業務回顧及展望(續)

塑料管道系統(續)

The table below sets out the breakdown of average selling price, sales volume, and revenue from plastic piping systems business by product material for the six months ended 30 June 2019 and 2018:

下表載列截至2019年及2018年6月30日止六個月塑料管道系統業務按產品物料劃分的平均售價、銷量及收入分項詳情：

		平均售價			銷量			收入		
		[redacted]	2018 RMB	*Change*	[redacted]	2018 Tonne	*Change*	[redacted]	2018 RMB million	*Change*
		人民幣元	人民幣元	*變動*	噸	噸	*變動*	人民幣百萬元	人民幣百萬元	*變動*
PVC products	PVC產品		7,929	*3.0%*		772,412	*0.7%*		6,124	*3.8%*
Non-PVC products#	非PVC產品#		15,378	*4.1%*		213,006	*8.9%*		3,276	*13.3%*
Total	總計		9,539	*4.5%*		985,418	*2.5%*		9,400	*7.1%*

"Non-PVC" plastic pipes an2tE fittings mainly refer to those made of PE or PP-R.

BUSINESS REV

duction capacity

g ahead, the Group

by actively introducing

d updating the equipment

of such intelligent plants and its

Group will continue its effort to have

ated and to further improve machinery and

existing production base in order to raise the level

and accelerate the production process. This will help expand the production capacity and raise the production efficiency. In addition, the Group will also continue to step up its effort to innovate and conduct research and development, with a focus on cutting-edge technologies in the industry of pipes and building materials. This can ensure that the Group leads the industry in technology and provides diverse and quality products.

The scope of applications of plastic pipes and pipe fittings had been extended because of the steady progress in China's plan for national development and the robust demand in the field of infrastructure

業務回顧及展望(續)

塑料管道系統(續)

本集團一直按業務發展及實際需要逐步擴充產能，展望未來，本集團將繼續提升核心競爭力及積極發展智能化廠房和更新設備，以提升智能化及信息化設備效能，並持續推動生產基地全面自動化，進一步完善現有生產基地的機械設備及配套，以提升自動化水準及加快生產過程，從而擴充產能及提升生產效率。此外，本集團亦將持續投入創新研發，專注於管道和建材產業的前沿技術研究，確保技術的行業領先地位，致力於為大眾提供多元化、高質量的產品。

隨著中國發展規劃和基建需求持續旺盛，塑料管道及管件應用得到進一步延伸，帶來市場發展機遇。中央持續投放大量資金支持雄安新區及其他基建項目建設，有助帶動塑料管件及管道產品的需求。而且下半年擺脫惡劣天氣的影響，相信集團客戶建築項目的施工速度將會提升。作為市場的領導者，本集團將致力全方位擴展塑料管道及管件的應用範疇，增加產品銷量，藉此鞏固集團市場領導地位。總體而言，管理層對塑料管道系統業務分部的未來發展抱有信心，並相信能繼續為集團帶來穩健和滿意的業務表現。

In the first half of 2019, the Chinese central government pressed on with its city-specific policies on regulating China's property market. This resulted in deceleration in the growth of commodity property sales in terms of both value and gross floor area. However, during the reporting period, the new type of urbanisation and projects of redevelopment of old towns continued to boost the demand for refined decoration and redecoration, thereby driving up the performance of the business of building materials and interior decoration products. The business recorded a revenue of RMB572 million, which accounted for 5.1% of the Group's total revenue. In the second half of 2019, the Group will seize the opportunity brought by the new type of urbanisation and the projects of redevelopment of old towns, maintain growth in revenue at the business of building materials and interior decoration products, and increase the proportion of the revenue from this business to the Group's total revenue. At the same time, the Group will step up its effort to market its products to existing customers, actively engage new customers and increase sales by providing diverse products. China's ongoing new urbanisation will enable the Group's business of building materials and interior decoration products to achieve synergy with its businesses of other product lines. This will add impetus to the development of the business of building materials and interior decoration products.

Environmental Protection Business

To grasp opportunities in the Chinese government's environmental protection initiatives, the Group has been developing environmental protection business in recent years. The Group actively capitalised on municipal projects in various fields by tapping the demand for plastic pipes and pipe fittings brought by the treatment of sewerage and river, soil restoration, the construction of underground pipeline gallery and sponge city and the installation of integrated water purifiers. This will

CAPITAL EXPENDITURE

The Group's capital expenditure for the first half of 2019 was approximately RMB2,174 million, which was primarily used for improvement of automated facilities in production bases, expansion of the existing production bases and acquisition of properties in foreign countries.

FINANCIAL POSITION

The Group continued to adopt prudent financial policies. Finance, fund utilisation and fund raising activities of the Group are subject to effective centralised management and supervision. The Group keeps reasonable gearing level and adequate liquidity.

As at 30 June 2019, the Group had total debts (i.e. total borrowings and debt component of convertible loans) of approximately RMB12,530 million, of which 52.4% was denominated in US dollar, 21.6% was denominated in HK dollar, 21.5% was denominated in RMB, 3.3% was denominated in Australian dollar and 1.2% was denominated in Canadian dollar. Other than the approximately US$56 million of the outstanding convertible loans at an effective interest rate of 7.24% per annum and due in 2022, the Group's borrowings are subject to effective interest rates ranging from 2.77% to 5.39% per annum with maturity periods ranging from within one year to more than five years.

As at 30 June 2019, the Group's current assets and current liabilities were approximately RMB15,312 million and RMB13,444 million respectively. The Group's Current Ratio maintained at 1.14, while the Quick Ratio decreased to 0.83 from 0.87 as at 31 December 2018. The Group's total equity increased to approximately RMB15,598 million. The Group's Gearing Ratio stood at a healthy level of 44.5%.

With cash and bank deposits, including restricted cash, of approximately RMB5,922 million as well as unutilised banking facilities, the Board considers that the Group has sufficient working capital for its operation and future development.

The Group had no material exposure to foreign exchange fluctuation and no hedging had been arranged during the period.

CHARGE ON ASSETS

As at 30 J[illegible] carrying amount of the Group's other financial assets with an aggregate net carrying amount of approximately RMB[illegible] million were pledged to a bank to secure the banking facility granted, but this banking

SIGNIFICANT INVESTMENTS

As at 30 June 2019, the Group held long-term and short-term financial investments of approximately RMB1,562 million (31 December 2018: RMB1,853 million) and RMB8 million (31 December 2018: RMB47 million), respectively. The investment portfolio comprised of 45.0% listed equity securities (issued by PRC-based home improvement and furnishings shopping malls operating company and PRC based environmental companies), 16.9% listed debt securities, 2.2% listed non-cumulative redeemable preference shares, 0.6% listed perpetual capital securities and 35.3% unlisted securities. Each of these investments has a carrying amount accounting to less than 5% of the Group's total assets as at 30 June 2019.

During the reporting period, the Group recognised a realised disposal gain ccte 5%-to-markocumueity illtd, the Graitindtwhen

(i%)453T00T13 1TJ66TJ0-TJ66Tc 02.515.s Td0659026A0339j351026E0F1F034915C7054E02BF453

SIGNIFICANT INVESTMENTS

Acquisition of Xingfa Aluminium

[redacted] major construction [redacted] equity interest in Xingfa Aluminium Holdings Limited ("Xingfa Aluminium"), the issued shares [redacted] 2018 at a consideration of [redacted] of the leading aluminium profile [redacted] considers Xingfa Aluminium not only

AUDIT COMMITTEE

The audit committee of the Company has reviewed the accounting policies adopted by the Group and the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2019. Such condensed consolidated financial statements have not been audited but have been reviewed by the independent auditor of the Company, Ernst & Young, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

審核委員會

本公司審核委員會已審閱本集團所採納的會計政策及本集團截至2019年6月30日止六個月的未經審核簡明綜合財務報表。該簡明綜合財務報表未經審核，但已由本公司獨立核數師安永會計師事務所根據香港會計師公會頒佈的香港審閱委聘準則第2410號「由實體的獨立核數師執行中期財務資料審閱」進行審閱。

CORPORATE GOVERNANCE PRACTICES

China Lesso is always committed to maintaining high standards of corporate governance practices and business ethics of the Group. The Board believes in good corporate governance practices and business ethics which are essential for achieving sustainable development, establishing investors' confidence in the Company and safeguarding and enhancing the interests of the Shareholders.

In pursuit of good and high standards of corporate governance practices, the Board reviews the corporate governance practices of the Company from time to time so as to meet the expectations of the Shareholders for continual improvement, and fulfill its commitment of pursuing excellent corporate governance. In the opinion of the directors, the Company complied with all the applicable code provisions of the Code during the reporting period.

企業管治常規

中國聯塑一直致力保持本集團高水平的企業管治常規及商業道德。董事會相信，良好的企業管治常規及商業道德，是達致可持續發展、建立投資者對本公司的信心以及保障和提升股東權益的關鍵。

為追求良好而高水平的企業管治常規，董事會不時檢討本公司的企業管治常規，以達到股東對更臻完善的期望，並且履行其對追求卓越企業管治的承諾。董事認為，於報告期內本公司已遵守守則中的所有適用守則條文。

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as the code governing securities transactions by directors of the Company. Having made specific enquiry to the directors, all of them confirmed that they have complied with the required standards as set out in the Model Code throughout the reporting period. The Model Code is also applicable to other specific senior management of the Company.

董事進行證券交易之標

本公司已採納標準守
交易之守則。經

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2020, the interests and short positions of the directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any associated corporations (within the meaning of Part XV of the SFO) as recorded in the register to be kept by the Company pursuant to Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code were as follows:

	本公司權益股份數目及性質				
姓名	實益擁有人	配偶權益	其他權益	總數	佔本公司已發行股本的百分比
Wong Luen Hei 黃聯禧	–	2,308,000 (L) [c]	2,122,485,000 (L) [b] [d]	2,124,793,000 (L)	68.49%
Zuo Xiaoping 左笑萍	2,308,000 (L) [c]	–	2,122,485,000 (L) [b] [d]	2,124,793,000 (L)	68.49%
Zuo Manlun	4,642,000 (L)	–L)			

INTERESTS AND SHORT POSITIONS OF OTHER SHAREHOLDERS PURSUANT TO SFO

As at 30 June 2019, the following persons (other than a director or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO:

根據證券及期貨條例其他股東的權益及淡倉

於2019年6月30日，於本公司股份或相關股份中擁有根據證券及期貨條例第336條須予存置的登記冊中記錄的權益或淡倉的人士（本公司董事及行政總裁除外）如下：

Name of Shareholders 股東名稱	Capacity 身份	Number of issued ordinary shares held [(a)] 持有的已發行普通股數目 [(a)]	Percentage of the issued share capital of the Company 佔本公司已發行股本的百分比
UBS Trustees (B.V.I.) Limited UBS Trustees (B.V.I.) Limited	Trustee 信託人	2,122,485,000 (L) [(b)]	68.41%
Xi Xi Development 西溪發展	Interests of controlled corporation 受控法團權益	2,122,485,000 (L) [(b)]	68.41%
New Fortune 新富星	Beneficial owner 實益擁有人	2,122,485,000 (L) [(b)]	68.41%

Note:

(a) The letter "L" denotes the person's long position in such securities.

(b) These shares relate to the same block of shares in the Company as those set out in note (b) in the section headed "Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures" above.

附註：

(a) 字母「L」指該人士於該等證券的好倉。

(b) 該等股份實指上文「董事及行政總裁於股份、相關股份及債權證的權益及淡倉」一節附註(b)所述的同一本公司股份權益。

Save as disclosed above, as at 30 June 2019, the directors of the Company were not aware of any person or corporation (other than the directors and chief executive of the Company) who had any interests or short positions in any shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO.

除上文所披露者外，於2019年6月30日，本公司董事概不知悉任何人士或法團（本公司董事及行政總裁除外）於本公司任何股份或相關股份中擁有根據證券及期貨條例第336條須予存置的登記冊記錄的任何權益或淡倉。

SHARE AWARD SCHEME

On 28 August 2018, the Company adopted a share award scheme (the "Scheme") pursuant to which the Company may grant awards to persons to the Company to offer specific incentives to attract and retain targeted talent and provide ongoing incentives for the continued development of the Company (a trust deed (the "Trust Deed") was entered into between the Company and Computershare Hong Kong Trustees Limited (the "Trustee") in relation to the establishment of the Scheme). Pursuant to the rules of the Scheme, Shares will be purchased on the market from the open market out of cash contributed by the Group and shall not exceed HK$750 million and be held on trust for the selected participants until such Shares are vested with the relevant selected participants in accordance with the rules of the Scheme. The Scheme is a discretionary scheme of the Company and shall be subject to the administration of the Board and the Trustee in accordance with the rules of the Scheme and the Trust Deed. The Scheme does not constitute a share option scheme within the meaning of Chapter 17 of the Listing Rules. The Scheme will remain in force for a period of 10 years since the date of adoption of the Scheme. Early termination of the Scheme may be elected by the Board, provided that such termination shall not affect any subsisting rights of any selected participants. For details, please refer to the announcement made by the Company on 28 August 2018. Since the

SHARE OPTION SCHEME

A share option scheme (the "Share Option Scheme") was conditionally approved by resolutions of the Shareholders on 14 May 2010 (the "Adoption Date") for the purpose of providing incentives and rewards to

SHARE OPTION SCHEME (Continued)

The Share Option Scheme shall be valid and effective for a period of 10 years commencing on the Adoption Date, after which no further grant of a share option shall be made or offered by the Company but the provisions of the Share Option Scheme shall remain in force to the extent necessary to give effect to the exercise of any option granted prior to the termination of the Share Option Scheme or otherwise as may be required in accordance with the provisions of the Share Option Scheme. An option may be granted under the Share Option Scheme to any Eligible Person within the period of the Share Option Scheme. An option shall be deemed to have been granted and accepted by the grantee and to have taken effect when the duplicate offer letter comprising acceptance of the Option duly signed by the grantee together with remittance in favour of the Company of HK$1 by way of consideration for the grant thereof is received by the Company on or before the date upon which an offer of an option must be accepted by the relevant Eligible Person, being a date not later than 28 days after the Offer Date. Such remittance shall in no circumstances be refundable.

COMPLIANCE AND ENFORCEMENT OF THE NON-COMPETE UNDERTAKINGS FROM CONTROLLING SHAREHOLDER

None of the directors or substantial shareholder of the Company or any of their respective associates has engaged in any business that competes or may compete with the business of the Group. New Fortune (the "Controlling Shareholder"bIc (, (being acCompanyhHoldind apprximiatly 68.41%( )]TJ0.95 Tw 0 -1.529 TD of theissnuea sharecapitial of the Co
No-Ccompeiptio. Basedr en the(cofirmratio)79 ( )]TJ0 Tc 0.042 Tw 0 -1.529 TD from the3Controlling Shareholde,f theiunfoped ef (nn-execuct

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DISCLOSURE PURSUANT TO RULES 13.18 AND 13.21 OF THE LISTING RULES

(A) On 11 August 2016, the Company as guarantor and its wholly-owned subsidiary as borrower entered into a facility agreement (the "Facility Agreement I") in relation to syndicated term loan facilities in the amount of US$600 million at an interest rate of LIBOR plus 1.85% per annum with syndicate lenders which were independent financial institutions. The loan made thereunder is repayable 42 months after the same has been made.

Pursuant to the Facility Agreement I, Mr. Wong Luen Hei and his family (collectively, the "Wong Family") shall collectively maintain, directly or indirectly, at least 51% of beneficial shareholding interest in the issued share capital of the Company, carrying at least 51% of the voting rights, free from any security. Otherwise, a failure to do so will be deemed an event of default under the Facility Agreement I.

(B) On 15 August 2017, the Company as guarantor (the "Guarantor") and its wholly-owned subsidiary as borrower (the "Borrower") entered into a facility agreement (the "Facility Agreement II") in relation to syndicated term loan facilities in the amount of HK$800 million at an interest rate of HIBOR plus 1.55% per annum with syndicate lenders (the "Facility"). The loan made thereunder is repayable 36 months after the same has been made.

On 22 September 2017, the Guarantor and the Borrower entered into a syndication and amendment agreement in relation to the Facility Agreement II (the "Amendment Agreement"). Pursuant to the Amendment Agreement, the number of syndicate lenders have increased and the total commitment under the Facility has increased to HK$1,350 million. Save for the aforesaid amendment and supplement, all other major terms of the Facility Agreement II remain in full force and effect.

Pursuant to the Facility Agreement II (as amended by the Amendment Agreement), the Wong Family shall collectivelythe Amendr





REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
簡明綜合財務報表審閱報告

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

審閱範圍

我們已根據香港會計師公會所頒佈的香港審閱委聘準則第2410號「由實體的獨立核數師執行中期財務資料審閱」進行審閱。審閱中期財務資料包括主要向負責財務及會計事務的人員作出查詢，並應用分析和其他審閱程序。審閱的範圍遠較根據香港審核準則進行審核的範圍為小，故不能令我們可保證我們將知悉在審核中可能被發現的所有重大事項。因此，我們不會發表審核意見。

結論

按照我們的審閱，我們並無發現任何事項，令我們相信隨附的簡明綜合財務報表在各重大方面未有根據香港會計準則第34號編製。

Ernst & Young
Certified Public Accountants
22/F CITIC Tower
1 Tim Mei Avenue
Central, Hong Kong
26 August 2019

安永會計師事務所
執業會計師
香港中環
添美道1號
中信大廈22樓
2019年8月26日



		Note 附註	截至 月 / 日止六個月 / /// 人民幣千元 （未經審核）	2018 RMB'000 人民幣千元 (Unaudited) （未經審核）
Profit for the period attributable to:	以下應佔期內溢利：			
Owners of the Company	本公司擁有人			1,041,194
Non-controlling interests	非控制權益			(36,086)
				1,005,108
Total comprehensive income for the period attributable to:	以下應佔期內全面收益總額：			
Owners of the Company	本公司擁有人			594,605
Non-controlling interests	非控制權益			(38,179)
				556,426
	本公司擁有人應佔每股盈利			
Basic and diluted	基本及攤薄	9		RMB0.34 人民幣0.34元

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
簡明綜合財務狀況表

As at 30 June 2019 | 於2019年[redacted]

		Note 附註	[redacted] [redacted] [redacted] [redacted] (未經審核)	31 December 12月31日 2018 RMB'000 人民幣千元 (Audited) (經審核)
[redacted]	**非流動資產**			
	物業、廠房及設備	10		7,478,765
	預付土地租賃款	10		1,337,959
	使用權資產	10		–
	投資物業	11		4,650,423
[redacted] purchase of land, property, plant and equipment	購買土地、物業、廠房及設備所支付的按金			1,731,202
Goodwill	商譽			363,133
Other intangible assets	其他無形資產			257,787
Interests in associates	於聯營公司的權益	12		1,375,567
Interests in joint ventures	於合營企業的權益			9,303
Other financial assets	其他金融資產	13		1,852,511
Loan receivables	應收借款	14		163,422
Other non-current assets	其他非流動資產			360,097
Contract assets	合約資產	16		84,651
Deferred tax assets	遞延稅項資產			88,130
Total non-current assets	非流動資產總額			19,752,950
[redacted]	**流動資產**			
Inventories	存貨	15		3,521,214
Contract assets	合約資產	16		327,279
Other financial assets	其他金融資產	13		47,649
Loan receivables	應收借款	14		355,470
Trade and bills receivables	貿易應收款項及票據	17		2,379,447
Prepayments, deposits and other receivables	預付款、按金及其他應收款項	18		1,800,477
Cash and bank deposits	現金及銀行存款	19		6,451,791
Total current assets	流動資產總額			14,883,327
[redacted]	**流動負債**			
Contract liabilities	合約負債	16		1,482,994
Trade and bills payables	貿易應付款項及票據	20		4,277,323
Other payables and accruals	其他應付款項及應計費用	21		927,482
Tax payable	應付稅項			272,780
Borrowings	借款	22		6,144,492
Lease liabilities	租賃負債			–
Total current liabilities	流動負債總額			13,105,071
[redacted]	**流動資產淨額**			1,778,256
[redacted]	**資產總額減流動負債**			21,531,206

		Note 附註	/ 月/日 1/ /// 人民幣千元 (未經審核)	31 December 12月31日 2018 RMB'000 人民幣千元 (Audited) (經審核)
	非流動負債			
Borrowings	借款	22		5,586,566
Convertible loans	可換股貸款	23		–
Lease liabilities	租賃負債			–
Other long-term payables	其他長期應付款項			109,546
Derivative financial instruments	衍生金融工具	24		6,592
Deferred tax liabilities	遞延稅項負債			572,967
Deferred income	遞延收益			182,670
Total non-current liabilities	非流動負債總額			6,458,341
	資產淨額			15,072,865
	權益			
Share capital	股本	25		135,344
Reserves	儲備			14,667,985
Equity attributable to owners of the Company	本公司擁有人應佔權益			14,803,329
Non-controlling interests	非控制權益			269,536
	權益總額			15,072,865

Wong Luen Hei
黃聯禧
Director
董事

Luo Jianfeng
羅建峰
Director
董事

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

簡明綜合權益變動表

Six months ended 30 June 2019 截至二零一九年六月三十日止六個月



		Attributable to owners of the Company 本公司擁有人應佔										
		Share capital 股本 RMB'000 人民幣千元	Share premium 股份溢價 RMB'000 人民幣千元	Statutory reserve[a] 法定儲備[a] RMB'000 人民幣千元	Capital reserve[b] 資本儲備[b] RMB'000 人民幣千元	Merger reserve 合併儲備 RMB'000 人民幣千元	Fair value revaluation reserve 公允價值重估儲備 RMB'000 人民幣千元	Exchange fluctuation reserve 匯率波動儲備 RMB'000 人民幣千元	Retained profits 保留溢利 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元	Non-controlling interests 非控制權益 RMB'000 人民幣千元	Total equity 權益總額 RMB'000 人民幣千元
At 1 January 2018	於2018年1月1日	135,344	1,905,618	1,678,064	8,534	5,515	205,703	44,802	9,506,335	13,489,915	293,576	13,783,491
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

簡明綜合現金流量表

Six months ended 30 June 2019 截至2019年6月30日止六個月

	Note 附註	截至 月 / 日止六個月	2018 RMB'000 人民幣千元 (Unaudited) (未經審核)
			1,299,159
	4		(50,301)
			(1,896)
Gain on changes of financial instrument at FVTPL	4		–
Gain on disposal of subsidiaries	4		(36,507)
Gain on termination of right-of-use assets	4		–
Interest expenses	5		179,961
Write-back of inventories to net realisable value, net	6		–
Depreciation and amortisation	6		373,311
Loss on disposal of items of property, plant and equipment	6		4,090
(Write-back of impairment)/impairment			

		Note 附註	截至 月 / 日止六個月 2018 RMB'000 人民幣千元 (Unaudited) (未經審核)
	投資活動		
Purchases of items of property, plant and equipment	購買物業、廠房及設備項目		(1,038,129)
Proceeds from disposal of items of property, plant and equipment	來自出售物業、廠房及設備項目的所得款項		44,240
Additions to right-of-use assets/prepaid land lease payments	使用權資產／預付土地租賃款增加		(70,525)
Additions to investment properties	投資物業增加		(324,208)
Deposit for right-of-use assets	使用權資產按金		–
Additions to other intangible assets	其他無形資產增加		(4,198)
Additions to associates	聯營公司增加		(786,885)
Acquisitions of subsidiaries	收購附屬公司		–
Purchases of other financial assets	購買其他金融資產		(731,355)
Proceeds from early redemption of convertible notes	提早贖回可換股票據所得款項		141,305
Proceeds from disposal of other financial assets	出售其他金融資產所得款項		–
Interest received from other financial assets	已收其他金融資產的利息		4,044
Contingent consideration paid for the acquisition of subsidiaries	已付收購附屬公司的或然代價		(56,000)
Decrease/(increase) in restricted cash	受限制現金減少／（增加）		(286,729)

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
簡明綜合財務報表附註

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted the following new and revised standards for the first time for the current period's condensed consolidated financial statements.

HKFRS 16	Leases
HK(IFRIC) Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to HKFRS 9	Prepayment Features with Negative Compensation
Amendments to HKAS 19	Plan Amendment, Curtailment or Settlement
Amendments to HKAS 28	Long-term Interests in Associates and Joint Ventures
Annual Improvements 2015–2017 Cycle	Amendments to HKFRS 3, HKFRS 11, HKAS 12 and HKAS 23

Other than as further explained below, the application of these new and revised standards in the current period has had no material impact on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

2.2 會計政策及披露事項變動

本集團於本期間的簡明綜合財務報表內首次應用下列新訂及經修訂準則。

香港財務報告準則第16號	租賃
香港(國際財務報告詮釋委員會)詮釋第23號	所得稅處理的不確定性
香港財務報告準則第9號修訂本	具有負補償之預付款項特性
香港會計準則第19號修訂本	計劃修訂、縮減或結清
香港會計準則第28號修訂本	於聯營公司及合營公司之長期權益
年度改善2015年至2017年週期	香港財務報告準則第3號、香港財務報告準則第11號、香港會計準則第12號及香港會計準則第23號的修訂本

除下文進一步闡釋外，於本期間應用該等新訂及經修訂準則對本集團即期及過往期間的財務表現及狀況及／或載列於本簡明綜合財務報表之披露並無任何重大影響。

2.2 CHANGES IN [redacted]ND DISCLO[redacted]

[redacted]

[redacted]C)-Int 4 Determining [redacted] HK(SIC)-Int 15 Operating [redacted] Evaluating the Substance of [redacted]rm of a Lease. The standard sets [redacted]cognition, measurement, presentation [redacted] and requires lessees to account for all leases [redacted] on-balance sheet model. Lessor accounting under HKFRS 16 is substantially unchanged from HKAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in HKAS 17. Therefore, HKFRS 16 did not have any financial impact on leases where the Group is the lessor.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

(Continued)

(a) New definition of a lease

Under HKFRS 16, a contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. Control is conveyed where the customer has both the right to obtain substantially all of the economic benefits from use of the identified asset and the right to direct the use of the identified asset. The Group elected to use the transition practical expedient allowing the standard to be applied only to contracts that were previously identified as leases applying HKAS 17 and HK(IFRIC)-Int 4 at the date of initial application. Contracts that were not identified as leases under HKAS 17 and HK(IFRIC)-

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for acompon0.5sthe rio accou.5 onsiate

2.2 CHANGES IN [redacted]ND DISCLO[redacted]

[redacted]

[redacted] as operating leases

[redacted]on of HKFRS 16

[redacted]up has lease contracts for various items of leasehold

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

(Continued)

(b) As a lessee – Leases previously classified as operating leases (Continued)

Impacts on transition

Lease liabilities at 1 January 2019 were recognised based on the present value of the remaining lease payments, discounted using the incremental borrowing rate at 1 January 2019. The Group elected to present the lease liabilities separately in the statement of financial position.

The right-of-use assets were measured at the amount of the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to the lease recognised in the statement of financial position immediately before 1 January 2019. All these assets were assessed for any impairment based on HKAS 36 on that date. The Group elected to present the right-of-use assets separately in the statement of financial position.

The Group has used the following elective practical expedients when applying HKFRS 16 at 1 January 2019:

- Applied the short-term lease exemptions to leases with a lease term that ends within 12 months from the date of initial application
- Used hindsight in determining the lease term where the contract contains options to extend/terminate the lease
- Applied a single discount rate to a portfolio of leases with reasonably similar characteristics
- Excluded initial direct costs from the measurement of the right-of-use assets at the date of initial application

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(b) 作為承租人－先前分類為經營租賃的租賃(續)

過渡影響

於2019年1月1日之租賃負債按剩餘租賃款的現值，經使用2019年1月1日的增量借款利率貼現後予以確認。本集團選擇於財務狀況表中單獨列示租賃負債。

使用權資產根據租賃負債金額計量，並按與緊接2019年1月1日前於財務狀況表確認的租賃相關的任何預付或應計租賃款金額作出調整。所有該等資產於該日均根據香港會計準則第36號就任何減值作出評估。本集團選擇於財務狀況表中單獨列示使用權資產。

於2019年1月1日應用香港財務報告準則第16號時，本集團使用以下選擇性實際權宜辦法：

- 對租期於首次
  十二個月內
  期租賃
-

2.2 CHANGES IN [illegible] AND DISCLO[illegible]

[illegible]

[illegible] as operating leases

[illegible]ded)

[illegible]ing from the adoption of HKFRS 16 as at 1 [illegible]2019 are as follows:

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(b) 作為承租人－先前分類為經營租賃的租賃(續)

過渡影響(續)

於2019年1月1日採用香港財務報告準則第16號所產生的影響如下：

		Increase/(decrease) 增加／(減少) RMB'000 人民幣千元 (Unaudited) (未經審核)
	資產：	
Increase in right-of-use assets	使用權資產增加	1,689,086
Increase in investment properties	投資物業增加	48,080
Decrease in prepaid land lease payments	預付土地租賃款減少	(1,337,959)
Decrease in prepayments, deposits and other receivables	預付款、按金及其他應收款項減少	(30,455)
Increase in total assets	資產總額增加	368,752
	負債：	
Increase in lease liabilities and total liabilities	租賃負債及負債總額增加	368,752

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

(Continued)

(b) As a lessee – Leases previously classified as operating leases (Continued)

Impacts on transition (Continued)

The lease liabilities as at 1 January 2019 reconciled to the operating lease arrangements as at 31 December 2018 is as follows:

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(b) 作為承租人－先前分類為經營租賃的租賃(續)

過渡影響(續)

於2019年1月1日的租賃負債與於2018年12月31日的經營租賃安排的對賬如下：

		RMB'000 人民幣千元 (Unaudited) (未經審核)
	於 / 年 月 日的經營租賃安排	349,861
Weighted average incremental borrowing rate as at 1 January 2019	於2019年1月1日的加權平均增量借款利率	4.69%
Discounted operating lease arrangements at 1 January 2019	於2019年1月1日的貼現經營租賃安排	274,752
Less: Arrangements relating to short-term leases and those leases with a remaining lease term ending on or before 31 December 2019	減： 與短期租賃及剩餘租期於2019年12月31日或之前結束的租賃相關的安排	(6,246)
Arrangements relating to leases of low-value assets	與低價值資產的租賃相關的安排	(
Add: Management service fee not included in arrangements as at 31 December 2018	加： 於2018年12月31日未包括在安排中的管理服務費	
	於 / 年 月 日的租賃負債	

2.2 CHANGES IN [illegible]ND DISCLO[illegible]

[illegible]

[illegible]

[illegible]

[illegible] recognised at the commencement [illegible]. Right-of-use assets are measured at cost, [illegible] accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liabilities. When the right-of-use assets relate to interests in leasehold land held as inventories, they are subsequently measured at the lower of cost and net realisable value in accordance with the Group's policy for inventories. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of the estimated useful life and the lease term. When a right-of-use asset meets the definition of investment property, it is included in investment properties. The corresponding right-of-use asset is initially measured at cost, and subsequently measured at fair value, in accordance with the Group's policy for investment properties.

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(c) 新會計政策概要

使用權資產

使用權資產於租賃開始日期確認。使用權資產按成本減任何累計折舊及任何減值虧損計量，並就重新計量租賃負債作出調整。倘使用權資產與持作存貨的租賃土地之權益相關，則隨後根據本集團存貨政策按成本與可變現淨值兩者中的較低者計量。使用權資產的成本包括已確認的租賃負債金額、已產生的初始直接成本，以及於開始日期或之前作出的租賃付款減已收取的任何租賃優惠。除非本集團合理確定在租期屆滿時取得租賃資產的所有權，否則已確認的使用權資產在估計使用年期與租期兩者中的較短者按直線法計提折舊。當使用權資產符合投資物業的定義時，計入投資物業。相應的使用權資產初步按成本計量，其後根據本集團投資物業政策按公允價值計量。

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

(Continued)

(c) Summary of new accounting policies (Continued)

Lease liabilities

Lease liabilities are recognised at the commencement date of the lease at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for termination of a lease, if the lease term reflects the Group exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as an expense in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in future lease payments arising from change in an index or rate, a change in the lease term, a change in the in-substance fixed lease payments or a change in assessment to purchase the underlying asset.

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(c) 新會計政策概要(續)

租賃負債

租賃負債於租賃開始日期按租期內將支付租賃款的現值確認。租賃款包含固定款項(包括實質固定款項)減任何應收租賃優惠、倚賴於指數或利率的可變租賃款以及剩餘價值擔保下預計支付的金額。租賃款亦包含本集團合理確定將予行使的購買權的行使價,以及倘租期反映本集團行使選擇權終止租賃,終止租賃的罰款賴肘數肘的可變租賃

2.2 CHANGES IN [illegible]ND DISCLO[illegible]

[illegible]

[illegible]ntinued)

[illegible]mining the lease term of [illegible]s

[illegible]mines the lease term as the non-cancellable [illegible]he lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has the option, under some of its leases, to lease land, plant and building for additional terms of certain years. The Group applies judgement in evaluating whether it is reasonably certain to exercise the option to renew. It considers all relevant factors that create an economic incentive for it to exercise the renewal. After the lease commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within the control of the Group and affects its ability to exercise the option to renew.

The Group included the renewal period as part of the lease term for leases of land due to the significance of these assets to its operations. These leases have a short non-cancellable period and there will be a significant negative effect on production if a replacement is not readily available.

2.2 會計政策及披露事項變動(續)

香港財務報告準則第 號(續)

(c) 新會計政策概要(續)

釐定有續約權合約的租期時所用重大判斷

本集團釐定租期為不可撤銷租期，連同倘合理確定行使時，延長租賃權所涵蓋的任何期間，或倘合理確定不會行使時，終止租賃權所涵蓋的任何期間。

根據若干租賃，本集團有權將土地、廠房及樓宇的租賃延長若干年的期限。本集團就評估是否合理確定行使續約權進行判斷。本集團就行使續約將考慮所有可創造經濟激勵的相關因素。於租賃開始日期後，倘發生本集團可控制範圍內的重大事件或狀況變動並影響其行使續約權的能力，本集團將重新評估租期。

由於該等資產對於營運的重要性，本集團將續約期間納入土地租賃的租期。該等租賃具有較短的不可撤銷期間，倘無立即可用的替代安排，生產將受到重大負面影響。

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (Continued)

3. OPERATING [illegible]

The [illegible] and sale of [illegible] the provision [illegible]ntal engineering [illegible] and property rental [illegible]t purposes, the Group's [illegible] areas based on the location [illegible]ributable to the geographical unit [illegible]ssets. The Group has eight reportable [illegible]llows:

(i) Southern China, including Guangdong Province, Guangxi Zhuang Autonomous Region, Hunan Province, Fujian Province and Hainan Province;

(ii) Southwestern China, including Chongqing Municipality, Sichuan Province, Guizhou Province, Yunnan Province and Xizang (Tibet) Autonomous Region;

(iii) Central China, including Hubei Province, Jiangxi Province and Henan Province;

(iv) Eastern China, including Shanghai Municipality, Jiangsu Province, Zhejiang Province and Anhui Province;

(v) Northern China, including Beijing Municipality, Tianjin Municipality, Hebei Province, Shandong Province, Inner Mongolia Autonomous Region and Shanxi Province;

(vi) Northwestern China, including Shaanxi Province, Ningxia Hui Autonomous Region, Qinghai Province, Gansu Province and Xinjiang Uygur Autonomous Region;

(vii) Northeastern China, including Liaoning Province, Jilin Province and Heilongjiang Province; and

(viii) Outside China.

3. 經營分部資料

本集團主要從事製造及銷售建材家居產品、提供裝修及安裝工程、環境工程及其他相關服務、金融服務和物業租賃及其他相關服務。就管理目的而言，本集團的業務根據客戶的所在地組成地理分區，且資產按其所在地分配予地域單位。本集團擁有以下八個需匯報經營分部：

(i) 華南，包括廣東省、廣西壯族自治區、湖南省、福建省及海南省；

(ii) 西南地區，包括重慶市、四川省、貴州省、雲南省及西藏自治區；

(iii) 華中，包括湖北省、江西省及河南省；

3. OPERATING SEGMENT INFORMATION (Continued)

Management monitors the results of its operating segments separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on reportable segment profit, which is a measure of adjusted profit before tax. The adjusted profit before tax is measured consistently with the Group's profit before tax except that interest income, changes in fair value of financial instruments at FVTPL, gain on disposal of subsidiaries, exchange differences, finance costs, share of results of associates and joint ventures and other unallocated income and expenses are excluded from such measurement.

Segment assets exclude interests in associates, interests in joint ventures, other financial assets, deferred tax assets, cash and bank deposits and other unallocated head office and corporate assets as these assets are managed on a group basis.

Intersegment revenue is eliminated on consolidation. Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the then prevailing market prices.

The Group's revenue from external customers is derived from its operations in mainland China, special administrative regions of PRC and foreign countries.

During the six months ended 30 June 2019 and 2018, no revenue from transactions with a single external customer amounted to 10% or more of the Group's total revenue.

3. 經營分部資料(續)

為制定資源分配決策及表現評估，管理層
長
棕



3. OPERATING SEGMENT INFORMATION (Continued)

3. 經營分部資料(續)

		Southern China 華南 RMB'000 人民幣千元	Southwestern China 西南地區 RMB'000 人民幣千元	Central China 華中 RMB'000 人民幣千元	Eastern China 華東 RMB'000 人民幣千元	Northern China 華北 RMB'000 人民幣千元	Northwestern China 西北地區 RMB'000 人民幣千元	Northeastern China 東北地區 RMB'000 人民幣千元	Outside China 中國境外 RMB'000 人民幣千元	Eliminations 抵銷 RMB'000 人民幣千元	Consolidated 綜合 RMB'000 人民幣千元
[illegible]	**截至/ 年 月/日止六個月**										
[illegible]	**分部收入：**										
Sale of goods	銷售貨品	5,506,143	1,190,759	1,253,591	551,722	685,425	394,558	220,766	364,683	–	10,167,647
Contract revenue from renovation and installation works	裝修及安裝工程合約收入	112,831	23	1,186	7,699	943	7	–	–	–	122,689
Income from environmental engineering and other related services	環境工程及其他相關服務收益	64,583	14,325	4,454	767	–	289	–	–	–	84,418
Financial service income	金融服務收益	20,460	723	13,582	–	117	–	183	–	–	35,065
Property rental and other related services	物業租賃及其他相關服務	5,570	–	–	–	–	–	–	32,913	–	38,483
Revenue from external customers	外部客戶收入	5,709,587	1,205,830	1,272,813	560,188	686,485	394,854	220,949	397,596	–	10,448,302
Intersegment revenue	分部間收入	1,833,960	226,661	207,508	149,337	177,792	74,895	46,970	372,356	(3,089,479)	–
Total	合計	7,543,547	1,432,491	1,480,321	709,525	864,277	469,749	267,919	769,952	(3,089,479)	10,448,302
[illegible]	**分部業績**	1,873,613	381,574	403,415	129,450	216,630	100,780	58,030	98,085	(540,358)	2,721,219
Reconciliations:	對賬：										
Interest income	利息收益										50,301
Gain on disposal of subsidiaries	出售附屬公司所得利益										36,507
Exchange loss	匯兌虧損										(11,423)
Finance costs	融資成本										(179,961)
Share of results of associates	分佔聯營公司業績										28,721
Share of results of joint ventures	分佔合營企業業績										167
Unallocated income and expenses	未分配收益及開支										(1,346,372)
Profit before tax	除稅前溢利										1,298,1
[illegible]	**其他分部資料：**										
Depreciation and amortisation	折舊及攤銷	220,365	33,063	30,819	32,724	21,827	17,465	9,670	7,378		
Impairment of property, plant and equipment	物業、廠房及設備減值	–	–	–	22,715	–	–	–			
Impairment of trade and bills receivables, net	貿易應收款項及票據減值淨額	–	–	–	–	–	–	3,626			
Capital expenditure#	資本開支#	323,966	46,189	55,477	73,142	29,485	12,527	2,2			
[illegible]	**於/ 年1月 日分部資產**	13,235,406	1,376,886	1,311,875	1,518,197	791,056	644,194				

Capital expenditure consists of additions to property, plant and equipment, prepaid land lease payments, investment properties and other intangible assets.

4. REVENUE, [illegible]ND GAINS

4. REVENUE, OTHER REVENUE, INCOME AND GAINS (Continued)

(Continued)

By geographical locations:

4. 收入、其他收入、收益及利益（續）

收入（續）

按地理位置劃分：

		截至 / 年 月 / 日止六個月			Six months ended 30 June 2018 截至2018年6月30日止六個月		
		於某一時點轉讓的貨品 人民幣千元	隨時間推移轉讓的服務 人民幣千元	合計 人民幣千元	Goods transferred at a point in time 於某一時點轉讓的貨品 RMB'000 人民幣千元	Services transferred over time 隨時間推移轉讓的服務 RMB'000 人民幣千元	Total 合計 RMB'000 人民幣千元
	來自客戶合約的收入：						
Mainland China	中國內地				9,802,964	207,107	10,010,071
Outside China	中國境外				364,683	–	364,683
Sub-total	小計				10,167,647	207,107	10,374,754
Financial service income	金融服務收益						35,065
Property rental and other related services	物業租賃及其他相關服務						38,483
Total	合計						10,448,302

4. REVENUE, [redacted] AND GAINS [redacted]

4. 收入、其他收入、收益及利益(續)

其他收入、收益及利益

		截至 月 / 日止六個月
		2018
		RMB'000
		人民幣千元
	銀行利息收益	48,261
[redacted]come from other financial assets	其他金融資產的利息收益	2,040
Total interest income	利息收益總額	50,301
Government grants and subsidies	政府補助及補貼	20,868
Gain on fair value changes of financial instruments at FVTPL	按公允價值計入損益的金融工具的公允價值變動利益	–
Gain on disposal of subsidiaries	出售附屬公司所得利益	36,507
Gain on sale of raw materials	銷售原材料所得利益	4,282
Gain on termination of right-of-use assets	終止使用權資產所得利益	–
Rental income	租賃收益	1,025
Exchange gain	匯兌利益	–
Others	其他	5,845
		118,828

Government grants and subsidies mainly represent funding received from government authorities to support certain of the Group's research and development activities. There are no unfulfilled conditions or contingencies related to these grants and subsidies.

政府補助及補貼主要指政府機構授予以供支持本集團若干研發活動的資金，並無任何與該等補助及補貼有關的未達成條件或或有情況。

5. FINANCE COSTS

5. 融資成本

		截至 月 / 日止六個月
		2018
		RMB'000
		人民幣千元
Interest expenses on bank and other loans	銀行及其他貸款的利息開支	179,961
Interest expenses on lease liabilities	租賃負債的利息開支	–
		179,961
Less: Interest capitalised	減：資本化利息	–
		179,961

6. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

6. 除稅前溢利

本集團的除稅前溢利乃經扣除／(計入)下列各項後達致：

		截至 月 / 日止六個月 2018 RMB'000 人民幣千元
Cost of inventories sold	已售存貨成本	7,542,257
Direct cost of renovation and installation works	裝修及安裝工程直接成本	107,900
Direct cost of environmental engineering and other related services	環境工程及其他相關服務直接成本	36,435
Direct cost of financial services	金融服務直接成本	1,090
Direct cost of property rental and other related services	物業租賃及其他相關服務直接成本	39,401
Write-back of inventories to net realisable value, net	撥回存貨至可變現淨值淨額	–
Depreciation of property, plant and equipment	物業、廠房及設備折舊	354,041
Depreciation of right-of-use assets	使用權資產折舊	–
Amortisation of prepaid land lease payments	預付土地租賃款攤銷	14,062
Amortisation of other intangible assets	其他無形資產攤銷	5,208
Total depreciation and amortisation	折舊及攤銷總額	373,311
Research and development costs	研發成本	353,126
Loss on disposal of items of property, plant and equipment	出售物業、廠房及設備項目的虧損	4,090
(Write-back of impairment)/impairment of property, plant and equipment	物業、廠房及設備(減值回撥)／減值	
Gain on disposal of subsidiaries	出售附屬公司所得利益	
Gain on termination of right-of-use assets	終止使用權資產所得利益	
Impairment of trade and bills receivables, net	貿易應收款項及票據減值淨額	
Impairment of prepayments	預付款減值	
Impairment of other receivables	其他應收款項減值	
Foreign exchanges differences, net	匯兌差異淨額	

7. INCOME TA[redacted]

7. 所得稅開支

		截至 月 / 日止六個月	
			2018
			RMB'000
		人民幣千元	人民幣千元
	即期稅項		
	中國		280,755
	其他司法權區		–
			280,755
Overprovision in prior years	過往年度過度撥備		
PRC	中國		(30,145)
Deferred tax	遞延稅項		43,441
Total tax charge for the period	期內稅項總額		294,051

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

本集團須就本集團成員公司於身處及經營所在的司法權區所產生或所錄得溢利按實體基準繳納所得稅。

[redacted]

The statutory rate of Hong Kong profits tax was 16.5% (six months ended 30 June 2018: 16.5%) on the estimated assessable profits arising in Hong Kong. No provision for Hong Kong profits tax was made as the Group had no assessable profits arising in Hong Kong during the period (six months ended 30 June 2018: Nil).

香港利得稅

香港利得稅乃就於香港產生的估計應課稅溢利按法定稅率16.5%（截至2018年6月30日止六個月：16.5%）計算。鑑於本集團於期內並無於香港產生任何應課稅溢利，故並無計提香港利得稅撥備（截至2018年6月30日止六個月：無）。

[redacted]

The Group's income tax provision in respect of its operations in mainland China has been calculated at the applicable tax rates on the taxable profits for both periods, based on the existing legislation, interpretations and practices in respect thereof.

中國企業所得稅

本集團以相關現有法律、詮釋及慣例為基準，就兩個期間的應課稅溢利按適用稅率計算中國內地業務的所得稅撥備。

Certain of the Group's PRC subsidiaries are qualified as High and New Technolngy Enterprises and are entitled to a preferential corporate income tax rate of 15% during both periods.

本集團若干中國附屬公司於兩個期間合乎高新技術企業資格，可享15%的優惠企業所得稅率。

7. INCOME TAX EXPENSE (Continued)

The Group's tax provision in respect of other jurisdictions has been calculated at the applicable tax rates in accordance with the prevailing practices of the jurisdictions in which the Group operates.

8. DIVIDENDS

截至 月 / 日止六個月

		2018	
	///	HK$	HK$'000
港元	千港元	港元	千港元
		per share	



9. EARNINGS [illegible] TO OWNER[illegible]

The calculations of basic and diluted earnings per share are based on:

		Six months ended 30 June 截至6月30日止六個月	
		2019	2018
		RMB'000	RMB'000
		人民幣千元	人民幣千元
	Earnings **盈利**		
Profit attributable to owners of the Company used in the basic and diluted earnings per share calculation	計算每股基本及攤薄盈利時用到的本公司擁有人應佔溢利	1,041,194	1,041,194

		Number of shares 股份數目	
		Six months ended 30 June 截至6月30日止六個月	
		2019	2018
	Shares **股份**		
Weighted average number of ordinary shares in issue	已發行普通股加權平均數	3,102,418,400	3,102,418,400
Weighted average number of shares held for the share award scheme	股份獎勵計劃所持股份加權平均數	–	–
Adjusted weighted average number of ordinary shares of the Company in issue used in the basic and diluted earnings per share calculation	計算每股基本及攤薄盈利時用到的本公司已發行普通股經調整加權平均數	3,102,418,400	3,102,418,400

The Group had no potentially dilutive ordinary shares in issue during the six months ended 30 June 2019 and 2018, respectively.

9. 本公司擁有人應佔每股盈利

根據以下各項計算每股基本及攤薄盈利：

本集團於截至2019年及2018年6月30日止六個月均無已發行的潛在攤薄普通股。

10. PROPERTY, PLANT AND EQUIPMENT, PREPAID LAND LEASE PAYMENTS AND RIGHT-OF-USE ASSETS

During the period, the Group purchased property, plant and equipment with an aggregate cost of RMB968,442,000 (six months ended 30 June 2018: RMB446,048,000) excluding property, plant and equipment of RMB2,281,000 acquired through business combination (six months ended 30 June 2018: Nil). During the period, property, plant and equipment with an aggregate net carrying amount of RMB21,828,000 (six months ended 30 June 2018: RMB53,513,000) was disposed of by the Group.

Upfront payments for leasehold lands were classified as prepaid land lease payments as at 31 December 2018. Upon application of HKFRS 16, the current and non-current portion of prepaid land lease payments amounting to RMB30,455,000 and RMB1,337,959,000 respectively were reclassified to right-of-use assets.

13. OTHER FIN[illegible] ASSETS

13. 其他金融資產

| | | Note
附註 | [illegible]
[illegible]月[illegible]日
[illegible]
[illegible]
[illegible]

13. OTHER FINANCIAL ASSETS (Continued)

Note:

(i) The debt securities carry fixed interest at rates ranging from 5.65% to 8.40% (31 December 2018: 5.65% to 8.40%) per annum, payable semi-annually or annually in arrears and will mature from January 2020 to January 2023 (31 December 2018: January 2020 to January 2023).

(ii) The equity securities contained a puttable option were classified as equity instruments at FVTPL.

(iii) At the end of reporting period, certain of the Group's other financial assets with an aggregate net carrying amount of RMB34,607,000 (31 December 2018: RMB34,474,000) were pledged to a bank to secure the banking facility granted and the Group has not utilised this banking facility (31 December 2018: Nil).

13. 其他金融資產(續)

附註：

(i) 債務證券的利息按固定年利率介乎5.65%至8.40%（2018年12月31日：5.65%至8.40%）計算，每半年或每年支付及將於2020年1月至2023年1月到期（2018年12月31日：2020年1月至2023年1月）。

(ii) 分類為按公允價值計入損益的股本工具的股本證券包含一個認沽期權。

(iii) 於報告期末，本集團總賬面淨值為人民幣34,607,000元（2018年12月31日：人民幣34,474,000元）的若干其他金融資產已向銀行抵押作為獲授銀行融資的擔保及本集團概無動用該銀行融資（2018年12月31日：無）。

14. LOAN RECEIVABLES

14. 應收借款

		31 December 12月31日 2018 RMB'000 人民幣千元
	非流動：	
Finance lease receivables	融資租賃服務應收款項	163,422
	流動：	
Finance lease receivables	融資租賃服務應收款項	[illegible]
Factoring receivables	保理服務應收款項	[illegible]
Receivables from supply-chain financing services	供應鏈融資服務應收款項	[illegible]
Less: Provision for impairment	減：減值撥備	[illegible]
		[illegible]
		[illegible]

14. LOAN RECE[illegible]

14. 應收借款(續)

		融資租賃服務應收款項			
		最低租賃服務應收款項		最低租賃服務應收款項現值	
		[illegible]/[illegible]月/日	31 December 12月31日 2018 RMB'000 人民幣千元	[illegible]/[illegible]月/日	31 December 12月31日 2018 RMB'000 人民幣千元
Not more than 1 year	不多於1年	[illegible]	116,208	[illegible]	100,421
Over 1 year but within 5 years	1年以上5年以內	[illegible]	182,104	[illegible]	163,422
		[illegible]	298,312	[illegible]	263,843
Less: Unearned finance income	減：未實現融資收益	[illegible]	(34,469)		
Present value of minimum lease receivables	最低租賃服務應收款項現值	[illegible]	263,843		

The Group's finance lease receivables are denominated in Renminbi. The effective interest rates of the receivables range from 5.89% to 13.19% (31 December 2018: 5.89% to 12.70%) per annum. There are no unguaranteed residual value of assets leased under finance leases and no contingent rent arrangement that needed to be recognised (31 December 2018: Nil).

本集團的融資租賃服務應收款項以人民幣計值。該應收款項的實際年利率介乎5.89%至13.19%(2018年12月31

14. LOAN RECEIVABLES (Continued)

(Continued)

The following is a credit quality analysis of these finance lease receivables:

	31 December 12
/ 月 / 日	



14. LOAN RECEIVABLES (Continued)

The Group's receivables from supply-chain financing services arise from the provision of supply-chain financing services to companies located in PRC. The credit period for each customer is generally within 365 days.

These receivables carry interest at rates ranging from 5.40% to 10.80% per annum (31 December 2018: 5.40% to 10.80%).

Certain receivables from supply-chain financing services, amounting to RMB57,470,000 (31 December 2018: RMB80,170,000) are secured by certain interests of companies and personal guarantees.

The maturity profile of the receivables from supply-chain financing services at the end of the reporting period is as follows:

		31 December 12月31日 2018 RMB'000 人民幣千元
With a residual maturity of:	尚餘期限：	
Not more than 3 months	不多於3個月	
Over 3 months to 6 months	3個月以上至6個月	
Over 6 months to 12 months	6個月以上至12個月	

At the end of the reporting period, none of the Group's receivables from supply-chain financing services was either past due or impaired (31 December 2018: Nil).

An impairment analysis is performed at each reporting date by considering the probability of default of those companies with financial conditions, historical loss experience, coverage by letters of credit or other forms of credit insurance. At the end of the reporting period, the loss given default for the remaining balance of loan receivables was not material and has no impact on the Group condensed consolidated financial statements.

15. INVENTORI[redacted]

15. 存貨

			31 December 12月31日 2018 RMB'000 人民幣千元
[redacted]	製造及貿易	[redacted]	3,271,853
[redacted]	物業發展	[redacted]	249,361
		[redacted]	3,521,214

[redacted]

製造及貿易

			31 December 12月31日 2018 RMB'000 人民幣千元
Raw materials	原材料	[redacted]	1,401,893
Work in progress	在產品	[redacted]	327,273
Finished goods	產成品	[redacted]	1,542,687
		[redacted]	3,271,853

[redacted]

物業發展

			31 December 12月31日 2018 RMB'000 人民幣千元
Property under development	發展中物業	[redacted]	249,361

The property under development is expected to be completed and available for sale in more than twelve months after the end of the reporting period.

該發展中物業預計於報告期末後多於十二個月完成並可供出售。

16. CONTRACT ASSETS/CONTRACT LIABILITIES

16. 合約資產／合約負債

		31 December 12月31日 2018 RMB'000 人民幣千元
	合約資產	
Non-current	非流動	
Concession operating right	特許經營權	84,651
Current	流動	
Renovation and installation works	裝修及安裝工程	258,812
Environmental engineering services	環境工程服務	86,440
Concession operating right	特許經營權	3,882
		349,134
Less: Impairment	減：減值	(21,855)
		327,279
		411,930
	合約負債	
Current	流動	
Renovation and installation works	裝修及安裝工程	50,094
Environmental engineering services	環境工程服務	22,686
Advances from customers	客戶墊款	1,410,214
		1,482,994

The Group's contract assets represent the Group's rights to consideration for work completed but not yet billed to customers at the end of the reporting period. The contract assets will be transferred to trade and bills receivables when the rights become unconditional, that is, when the Group issue progress billings to customers based on the certified amount agreed with customers.

本集團的合約資產指本集團於
完工但尚未向客戶就工程收
當該權利成為無條件
移至貿易應收款項
與客戶協定的
費。

At the end of the reporting period, RMB21,855,000 (31 December 2018: RMB21,855,000) was recognised as an allowance for expected credit losses on contract assets. The Group's trading terms and credit policy with customers are disclosed in note 17 to the condensed consolidated financial statements.

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The Group's contract liabilities represent the Group's obligations to transfer goods or services to customers for which the Group has received consideration, or for which an amount of consideration is due from the customers.

17. TRADE AND [redacted]

	31 December 12月31日 2018 RMB'000
[redacted]	

17. TRADE AND BILLS RECEIVABLES (Continued)

An aging analysis of the Group's trade and bills receivables at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

17. 貿易應收款項及票據(續)

於報告期末，本集團的貿易應收款項及票據按發票日期並扣除虧損撥備後的賬齡分析如下：

		[redacted]	31 December 12月31日 2018 RMB'000 人民幣千元
Not more than 3 months	不多於3個月		1,326,856
Over 3 months to 6 months	3個月以上至6個月		339,304
Over 6 months to 12 months	6個月以上至12個月		347,898
Over 1 year to 2 years	1年以上至2年		314,239
Over 2 years to 3 years	2年以上至3年		42,684
Over 3 years	3年以上		8,466
			2,379,447

The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade and bills receivables relate to a large number of diversified customers, there is no significant concentration of credit risk.

本集團致力嚴格控制其尚未償還應收款項，並設有信貸控制部門以盡量減低信貸風險。高級管理層定期審查逾期結餘。鑑於以上所述及本集團的貿易應收款項及票據與眾多不同客戶有關，因此並無集中重大信貸風險。

18. PREPAYME[illegible] DEPOSITS AND OTHER RECEIV[illegible]

		31 December 12月31日 2018 RMB'000 人民幣千元
	預付款	1,048,696
[illegible]e payments (note)	預付土地租賃款的流動部分(附註)	30,455
[illegible]able	待抵扣增值稅	332,344
[illegible]ncome tax recoverable	待抵扣企業所得稅	1,188
Deposits	按金	85,743
Other receivables	其他應收款項	131,551
Loan receivables from third parties	來自第三方借款	170,500

19. CASH AND BANK DEPOSITS

	31 December
月 / 日	12月31日
	2018
	RMB'000
人民幣千元	人民幣千元
[redacted]	

20. TRADE AND [redacted]

The t[redacted]ed on terms [redacted]

[redacted]ayables at the end of [redacted]s as follows:

20. 貿易應付款項及票據(續)

貿易應付款項乃免息，結算期限通常為30至90天。

於報告期末，本集團的貿易應付款項及票據按發票日期的賬齡分析如下：

		31 December 12月31日 2018 RMB'000 人民幣千元
Not more than 3 months	不多於3個月	2,568,152
Over 3 months to 6 months	3個月以上至6個月	1,527,285
Over 6 months to 12 months	6個月以上至12個月	132,857
Over 1 year to 2 years	1年以上至2年	13,300
Over 2 years to 3 years	2年以上至3年	11,287
Over 3 years	3年以上	24,442
		4,277,323

21. OTHER PAYABLES AND ACCRUALS

21. 其他應付款項及應計費用

		31 December 12月31日 2018 RMB'000 人民幣千元
Accruals	應計費用	75,422
Salaries and welfare payables	應付薪金及福利	118,856
Other payables	其他應付款項	733,204
		927,482

The financial liabilities included in the above balances are interest-free and repayable on demand.

計入上述結餘的金融負債乃免息及按要求還款。

22. BORROWINGS

	31 December 12月31日 2018 RMB'000 人民幣千元
流動流動流冕榎軥瘴劄齕蔗忠防褰昙	[redacted]

23. CONVERTIB[illegible]

At th[illegible] loans were [illegible] as follows:

23. 可換股貸款

於報告期末，可換股貸款確認為債務部分及權益部分，如下所示：

		債務部分 人民幣千元	權益部分 人民幣千元	總計 人民幣千元
	於發行日期	381,681	16,422	398,103
	利息開支	3,672	–	3,672
[illegible]yable	應付利息增加	(2,662)	–	(2,662)
[illegible]realignment	匯兌調整	290	–	290
		382,981	16,422	399,403

Note:

(a) On 6 May 2019, the Group's wholly owned subsidiary, Lesso Home International Holding Limited ("Lesso Home International"), entered into a convertible loan facilities agreement with ICBC International Investment Management Limited in the aggregate principal amount of USD100,000,000 (approximately equivalent to RMB684,025,000) (the "Convertible Loans"). On 22 May 2019, the Group drew down USD60,000,000 (approximately equivalent to RMB410,415,000). The maturity date is 21 May 2022.

(b) The convertible loans contain two components, a debt and an equity components. The initial fair value of the two components was determined based on gross proceeds at issuance. The initial fair value less allocated transaction costs of the debt component was estimated to be USD55,799,000 (approximately equivalent to RMB381,681,000) as at the issuance date of using the Monte Carlo Model and Binomial Option Pricing Model, taking into account the terms and conditions of the convertible loans. In subsequent periods, the debt component is measured at amortised cost using effective interest rate method. The effective interest rate of the debt component is 7.24% per annum. The residual amount less allocated transaction costs representing the value of the equity component of USD2,401,000 (approximately equivalent to RMB16,422,000), is included in convertible loans equity reserve.

附註：

(a) 於2019年5月6日，本集團全資附屬公司領尚環球國際控股有限公司(「領尚環球國際」)與工銀國際投資管理有限公司訂立可換股貸款融資協議，本金總額為100,000,000美元(相當於約人民幣684,025,000元)(「可換股貸款」)。於2019年5月22日，本集團提取60,000,000美元(相當於約人民幣410,415,000元)。到期日為2022年5月21日。

(b) 可換股貸款包含債務及權益兩個部分。兩個部分的初始公允價值乃按發行時的所得款項總額釐定。初始公允價值減債務部分經分配交易成本乃經計及可換股貸款的條款及條件，於發行日期根據蒙特卡羅定價模式及二項式期權定價模型估算為55,799,000美元(相當於約人民幣381,681,000元)。於其後期間，債務部分採用實際利率法按攤銷成本計量。債務部分的實際年利率為7.24%。餘下金額減經分配交易成本(即權益部分的價值)為2,401,000美元(相當於約人民幣16,422,000元)計入可換股貸款權益儲備。

24. DERIVATIVE FINANCIAL INSTRUMENTS

24. 衍生金融工具

		31 December 2018 RMB'000	12月31日 2018 人民幣千元
Put option	認沽期權		6,592

The Group's derivative financial instruments are managed and the performances are evaluated on fair value basis. Any changes in fair value was recognised in profit or loss.

本集團之衍生金融工具及其表現乃按公允價值為基準管理及評估。任何公允價值變動均於損益內確認。

The fair value of the put option has been estimated using valuation technique with unobservable inputs. Management has reviewed the valuation result by verifying all major inputs and assumptions as well as assessing the reasonableness of such valuation.

認沽期權的公允價值已採用估值方法以不可觀察輸入數據估計。管理層已透過核實所有主要輸入數據及假設及評估該估值之合理性以審閱該估值結果。

The Group entered into a sale and purchase agreement to acquire 70% equity interest in Jiangsu Yongbao during 2018. Pursuant to the agreement, the minority shareholder has the right to sell the remaining 30% equity interest to the Group after three years from the date of acquisition.

本集團於2018年訂立一份買賣協議以收購江蘇永葆70%的股本權益。根據協議，少數股東自收購日期起三年後有權向本集團出售剩餘的30%股本權益。

25. SHARE CAPITAL

25. 股本

		31 December 12月31日
	法定：	
20,000,000,000 (31 December 2018: 20,000,000,000) ordinary shares of HK$0.05 each	20,000,000,000 (2018年12月31日：20,000,000,000)股每股面值0.05港元的普通股	
	已發行及繳足：	
3,102,418,400 (31 December 2018: 3,102,418,400) ordinary shares of HK$0.05 each	3,102,418,400 (2018年12月31日：3,102,418,400)股每股面值0.05港元的普通股	
Equivalent to	等值於	

26. SHARE-BAS[illegible]

[illegible] Company on 14 [illegible] for the purpose of [illegible]ligible participants who [illegible]oup's operations.

[illegible]een granted under the Share Option [illegible] adoption.

On 28 August 2018, the Company adopted a share award scheme (the "Share Award Scheme") to recognise the contributions by certain eligible persons to the Group and to offer suitable incentives to attract and retain targeted talent and personnel for the continual operation and future development of the Group.

The total amount of the funds contributed to the Scheme by the Company shall not exceed HK$750,000,000 and the Board of directors of the Company shall at its absolute discretions to determine the amount of fund contributed to the Share Award Scheme for each financial year of the Company.

The Company shall not make any further grant of award which will result in the aggregate number of Shares underlying all grants made pursuant to the Share Award Scheme (excluding award shares that have been forfeited in accordance with the Share Award Scheme) to exceed 5% of the issued share capital of the Company without shareholders' approval. The total number of non-vested award shares granted to a selected participant under the Share Award Scheme shall not exceed 1% of the total number of issued shares at all time.

During the period, 22,991,000 ordinary shares of the Group on the Stock Exchange were purchased at a total cost (including related transaction costs) of HK$99,980,000 (equivalent to RMB85,440,000) for the Share Award Scheme (31 December 2018: Nil).

No shares have been awarded under the Share Award Scheme since the adoption.

26. 股本結算支付

購股權計劃

於2010年5月14日，為激勵及獎勵對本集團的成功經營作出貢獻的合資格參與人，本公司採納一項購股權計劃(「購股權計劃」)。

本公司自採納購股權計劃以來，並無根據購股權計劃授出購股權。

股份獎勵計劃

本公司於2018年8月28日採納股份獎勵計劃(「股份獎勵計劃」)，以肯定若干合資格人士對本集團所作出的貢獻及給予適當激勵，藉此吸引及挽留目標人才及人員以促進本集團的持續經營及未來發展。

本公司對該計劃出資的資金總額不得超過750,000,000港元，而本公司董事會將全權酌情釐定本公司在各財政年度對股份獎勵計劃出資的資金金額。

倘本公司根據股份獎勵計劃授出的所有相關股份(不包括根據股份獎勵計劃已沒收的獎勵股份)總數將超過本公司已發行股本的5%且未經股東批准，則不得再授出任何獎勵。每名選定參與人根據股份獎勵計劃可獲授的尚未歸屬獎勵股份總數，不得超過不時已發行股份總數的1%。

於期內，本集團已於聯交所購買22,991,000股普通股用於股份獎勵計劃，總成本(包括相關交易成本)為99,980,000港元(相當於人民幣85,440,000元)(2018年12月31日：無)。

本公司自採納股份獎勵計劃以來，並無根據股份獎勵計劃授出股份。

27. CONTINGENT LIABILITIES

At the end of the reporting period, the Group did not have any significant contingent liabilities (31 December 2018: Nil).

27. 或然負債

於報告期末，本集團並無任何重大或然負債(2018年12月31日：無)。

28. COMMITMENTS

The Group had the following capital commitments at the end of the reporting period:

28. 承擔

於報告期末，本集團擁有以下資本承擔：

		[redacted]	31 December 12月31日 2018 RMB'000 人民幣千元
Contracted, but not provided for:	已訂約但尚未撥備：		
Land, property, plant and equipment and investment properties	土地、物業、廠房及設備和投資物業		982,063
Investment in a joint venture	於一間合營企業的投資		23,520
			1,005,583

29. RELATED P[redacted] TRANSACTIONS AND BALAN[redacted]

29. 關聯人士交易及結餘

期內本集團與關聯人士的重大交易

			截至 月 / 日止六個月	
				2018
		Note		RMB'000
		附註	**人民幣千元**	人民幣千元
[redacted]nsactions with companies under the common control of a director:	於多間共同受一位董事控制的公司的交易：			
Sales of goods and services	銷售貨品及服務	(i)		4,641
Rental expenses	租金開支	(ii)		2,211
Purchase of materials	採購材料	(iii)		5,943
Purchase of machinery and/or equipment	採購機器及／或設備	(iv)		108,309
Purchase of other intangible asset	採購其他無形資產	(iv)		2,536
Hotel expenses	酒店費用	(v)		3,146
Rental expenses paid to directors	向董事支付的租金開支	(vi)		995
Design and maintenance services from a joint venture	合營企業提供的設計及維修服務	(vii)		1,800

29. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

[illegible] (Continued)

Note:

(i) Sales of goods and services to related companies were made with reference to the prices and conditions offered by the Group to the third-party customers.

(ii) Rental expenses were based on mutually agreed terms.

(iii) Purchase of materials from related companies were made based on mutually agreed terms.

(iv) Purchase of machinery, equipment and other intangible assets from related companies were made with reference to the prices and conditions offered by the related companies to their third-party customers.

(v) Hotel expenses were based on mutually agreed terms.

(vi) Properties including office premises, cafeteria, workshops, warehouses and yacht were leased to the Group based on mutually agreed terms.

(vii) Services were provided by a joint venture based on mutually agreed terms.

29. 關聯人士交易及結餘(續)

期內本集團與關聯人士的重大交易(續)

附註：

(i) 向關聯公司銷售貨品及服務乃以本集團向第三方客戶開出的價格及條件為參照進行。

(ii) 租金開支乃按雙方協定的條款計算。

(iii) 材料乃按雙方協定的條款向關聯公司購買。

(iv) 機器、設備及其他無形資產乃經參考關聯公司向第三方客戶開出的價格及條件後向關聯公司購買。

(v) 酒店費用乃按雙方協定的條款計算。

(vi) 物業包括辦公室、食堂、車間、倉庫及遊艇，乃按雙方協定的條款租予本集團。

(vii) 合營企業乃按雙方協定的條款提供服務。

29. RELATED P[redacted] TRANSACTIONS AND BALANC[redacted]

29. 關聯人士交易及結餘(續)

與關聯人士的結餘

		Note 附註	[redacted] **人民幣千元**	31 December 12月31日 2018 RMB'000 人民幣千元
[redacted]mpanies under the common control of a director arising from:	於多間共同受一位董事控制的公司的結餘來自：			
Deposits paid for the purchase of machinery and/or equipment	購買機器及／或設備所支付的按金	(i)		109,415
Purchase of machinery and/or equipment	採購機器及／或設備	(ii)		59,192

Note:

(i) The balances are included in the Group's deposits paid for the purchase of land, property, plant and equipment.

(ii) The balances are included in the Group's other payables and accruals.

附註：

(i)

[redacted]

截至 月 / 日止六個月

		[redacted] **人民幣千元**	2018 RMB'000 人民幣千元
Short-term employee benefits	短期僱員福利		4,194
Post-employment benefits	退休後福利		196
			4,390



30. FAIR VALU[redacted] OF [redacted] OF FINANC[redacted]

[redacted]vel 3 during the

	31 December 12月31日 2018 RMB'000 人民幣千元
	31 Ü Ü

31. EVENT AFTER THE REPORTING PERIOD

On 30 July 2019, the Company as guarantor and its wholly-owned subsidiary as borrower entered into a facility agreement (the "Facility Agreement") in relation to dual currency syndicated term loan and revolving credit facilities in the equivalent amount of US$900,000,000 at an interest rate of LIBOR/HIBOR plus 1.60% per annum with syndicate lenders. The final maturity date under the Facility Agreement is the date falling 48 months after the first utilisation date.

31. 報告期後事項

於2019年7月30日，本公司(作為擔保人)及其全資附屬公司(作為借款人)與銀團貸款人訂立一項相當於900,000,000美元，年利率為倫敦銀行同業拆息／香港銀行同業拆息加1.60%的雙幣銀團定期貸款及循環信貸融資之融資協議(「融資協議」)。融資協議項下的最後到期日為首次動用當日48個月後的日期。

32. APPROVAL OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved and authorised for issue by the board of directors on 26 August 2019.

32. 批准本中期簡明綜合財務報表

本中期簡明綜合財務報表於2019年8月26日獲董事會批准及授權刊發。



"Listing Rules"



GLOSSARY
詞彙

"sq.ft."		square feet
「平方呎」	指	平方英呎
"Stock Exchange"		The Stock Exchange of Hong Kong Limited
「聯交所」	指	香港聯合交易所有限公司
"China"		the People's Republic of China
「中國」	指	中華人民共和國
"tonne"		a unit measuring weight, equal to 1,000 kilograms
	指	量度重量的單位，相等於1,000公斤
"US"		the United States of America
	指	美利堅合眾國
"US$"		US dollar, the lawful currency of US
「美元」	指	美國之法定貨幣－美元
"Xi Xi Development"		Xi Xi Development Limited, a company incorporated in the BVI
「西溪發展」	指	西溪發展有限公司，一間於英屬維爾京群島註冊成立之公司
"%"		per cent
「%」	指	百分比

* The English or Chinese translations in this report, where indicated, denote for identification purposes only.

* 本報告的英文或中文翻譯（如註明）僅供識別。

CORPORATE INFORMATION
公司資料

BOARD OF DIRECTORS

[redacted]
Mr. Wong Luen Hei *(Chairman)*
Mr. Zuo Manlun *(Chief executive)*
Ms. Zuo Xiaoping
Mr. Lai Zhiqiang
Mr. Kong Zhaocong
Mr. Chen Guonan
Dr. Lin Shaoquan
Mr. Huang Guirong
Mr. Luo Jianfeng
Mr. Lin Dewei

[redacted]
Mr. Wong Kwok Ho Jonathan
Mr. Cheung Man Yu
Ms. Lan Fang
Dr. Tao Zhigang
Mr. Cheng Dickson

董事會

執行董事

黃聯禧先生*(主席)*
左滿倫先生*(行政總裁)*
左笑萍女士
賴志強先生
孔兆聰先生
陳國南先生
林少全博士
黃貴榮先生
羅建峰先生
林德緯先生

獨立非執行董事

王國豪先生
張文宇先生
蘭芳女士
陶志剛博士
鄭迪舜先生

AUDIT COMMITTEE

Dr. Tao Zhigang *(Chairman)*
Mr. Wong Kwok Ho Jonathan
Mr. Cheung Man Yu
Mr. Cheng Dickson

審核委員會

陶志剛博士*(主席)*
王國豪先生
張文宇先生
鄭迪舜先生

REMUNERATION COMMITTEE

Dr. Tao Zhigang *(Chairman)*
Mr. Wong Luen Hei
Mr. Zuo Manlun
Mr. Wong Kwok Ho Jonathan
Mr. Cheung Man Yu

薪酬委員會

陶志剛博士*(主席)*
黃聯禧先生
左滿倫先生
王國豪先生
張文宇先生

NOMINATION COMMITTEE

Mr. Wong Luen Hei *(Chairman)*
Mr. Zuo Manlun
Mr. Wong Kwok Ho Jonathan
Ms. Lan Fang
Dr. Tao Zhigang

提名委員會

黃聯禧先生*(*
左滿倫先
王國豪
蘭芳
陶

COMPANY SECRETARY

Mr. Kwan Chi Wai Samuel

AUTHORISED R hptual ri/GS1 gs8/C0 18/C0 12 0 0 f10510.7086

FINANCIAL CALENDAR

Interim results announcement:
26 August 2019

[illegible]
for determining the entitlement to interim dividend from
10 to 12 September 2019 (both dates inclusive)

Payment of interim dividend:
on or around 23 September 2019

PRINCIPAL SHARE REGISTRAR

MaplesFS Limited
PO Box 1093
Queensgate House
Grand Cayman, KY1-1102
Cayman Islands

BRANCH SHARE REGISTRAR

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QueeShop1 T712–T716, T7J0FloorT*(QueeHopewell C:)Tr Cayman, KY1-1102[183 1.529')95 (s Road East, Wanchaint of ins)Tj/CS1 s 0 0 1S0 g

CORPORATE INFORMATI
公司資料

AUDITOR
Ernst & Young
Certified P[illegible]

[illegible]

[illegible]

[illegible]
[illegible], Ltd.
[illegible]td., Hong Kong Branch
Foshan Shunde Rural Commercial Bank Company Limited
Hang Seng Bank Limited
Industrial and Commercial Bank of China (Asia) Limited
Industrial and Commercial Bank of China Limited
Sumitomo Mitsui Banking Corporation
Taipei Fubon Commercial Bank Co., Ltd., Hong Kong Branch
The Hongkong and Shanghai Banking Corporation Limited

WEBSITE
http://www.lesso.com

核數師
安永會計師事務所
香港執業會計師

律師
瑞格律師事務所

主要往來銀行
中國農業銀行股份有限公司
中國銀行(香港)有限公司
招商銀行股份有限公司
中國信託商業銀行股份有限公司香港分行
佛山順德農村商業銀行股份有限公司
恒生銀行有限公司
中國工商銀行(亞洲)有限公司
中國工商銀行股份有限公司
三井住友銀行
台北富邦商業銀行股份有限公司香港分行
香港上海滙豐銀行有限公司

網址
http://www.lesso.com

This report contains forward-looking statements. These forward-looking statements include, without limitation, statements related to revenue and earnings. The words "believe", "intend", "expect", "anticipate", "forecast", "estimate", "predict", "is confident", "has confidence" and similar expressions are also intended to represent forward-looking statements. These forward-looking statements are not historical facts. Rather, the forward-looking statements are based on the current beliefs, assumptions, expectations, estimates and projections of the directors and management of China Lesso about the businesses, industries and markets in which China Lesso operates.

These forward-looking statements are not guarantees of future performance and are subject to risks, uncertainties and other factors, some of which are beyond the Company's control and are difficult to predict. Consequently, actual results could differ materially from those expressed, implied or forecasted in the forward-looking statements.

Reliance should not be placed on these forward-looking statements, which reflect only the views of the directors and management of China Lesso as at the date of this report only. The Company undertakes no obligation to publicly revise these forward-looking statements to reflect events or circumstances that arise after publication of this report.

前瞻聲明

本報告載有前瞻聲明。此等前瞻聲明包括但不限於有關收入及盈利的聲明，而「相信」、「計劃」、「預計」、「預期」、「預測」、「估計」、「推測」、「深信」、「抱有信心」及類似詞彙亦擬表示前瞻聲明。前瞻聲明是以中國聯塑董事及管理層根據業務、行業及中國聯塑所經營的市場而具備或作出的目前信念、假設、期望、估計及預測為基準，而並非歷史事實。

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上述前瞻聲明僅反映中國聯塑董事及管理層於本報告發表當日所持的觀點，任何人士一概不應依賴此等前瞻聲明。本公司並無責任公開修訂上述前瞻聲明，以反映本報告編印後所發生的事件或情況。

本報告的中英文如有任何歧義，概以英文本為準。