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**華潤水泥控股有限公司**  
**China Resources Cement Holdings Limited**

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1313)

**UNAUDITED FINANCIAL INFORMATION**  
**FOR THE THREE MONTHS ENDED 31 MARCH 2016**

	For the three months ended 31 March		Decrease
	2016 (unaudited)	2015 (unaudited)	
Turnover ( <i>HK\$ million</i> )	<b>4,721.7</b>	6,202.4	23.9%
Profit attributable to owners of the Company ( <i>HK\$ million</i> )	<b>6.6</b>	660.3	99.0%
Basic earnings per share	<b>HK\$0.001</b>	HK\$0.101	
Interim dividend per share	<b>Nil</b>	Nil	
	As at 31/3/2016 (unaudited)	As at 31/12/2015 (audited)	Increase
Total assets ( <i>HK\$ million</i> )	<b>57,083.2</b>	54,216.8	5.3%
Equity attributable to owners of the Company ( <i>HK\$ million</i> )	<b>26,670.9</b>	26,556.9	0.4%
Net borrowings ( <i>HK\$ million</i> ) ( <i>note 1</i> )	<b>18,442.7</b>	16,945.3	8.8%
Net gearing ratio ( <i>note 2</i> )	<b>69.1%</b>	63.8%	
Net assets per share – book ( <i>note 3</i> )	<b>HK\$4.08</b>	HK\$4.07	

*notes:*

- Net borrowings equal to total bank borrowings and unsecured bonds less cash and bank balances and pledged bank deposits.
- Net gearing ratio is calculated by dividing net borrowings by equity attributable to owners of the Company.
- Net assets per share – book is calculated by dividing equity attributable to owners of the Company by the number of issued shares at the end of the relevant reporting period.

The board (the “Board”) of directors (the “Directors”) of China Resources Cement Holdings Limited (the “Company”) announces the unaudited consolidated financial information of the Company and its subsidiaries (collectively the “Group”) for the three months ended 31 March 2016 (the “Period”) as follows:

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	<i>Notes</i>	For the three months ended 31 March	
		2016 <i>HK\$’000</i> (unaudited)	2015 <i>HK\$’000</i> (unaudited)
Turnover		4,721,726	6,202,426
Cost of sales		<u>(3,746,651)</u>	<u>(4,595,845)</u>
Gross profit		975,075	1,606,581
Other income		91,515	86,760
Selling and distribution expenses		(324,973)	(354,812)
General and administrative expenses		(415,174)	(456,242)
Exchange gain (loss)		25,727	(57,992)
Finance costs		(177,651)	(155,186)
Share of results of associates		(114,597)	(105,433)
Share of results of joint ventures		<u>(22,902)</u>	<u>16,769</u>
Profit before taxation		37,020	580,445
Taxation	2	<u>(54,411)</u>	<u>52,327</u>
(Loss) profit for the period		<u><u>(17,391)</u></u>	<u><u>632,772</u></u>
Attributable to:			
Owners of the Company		6,602	660,301
Non-controlling interests		<u>(23,993)</u>	<u>(27,529)</u>
		<u><u>(17,391)</u></u>	<u><u>632,772</u></u>
Basic earnings per share ( <i>HK\$</i> )	3	<u><u>0.001</u></u>	<u><u>0.101</u></u>

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31/3/2016 <i>HK\$'000</i> (unaudited)	As at 31/12/2015 <i>HK\$'000</i> (audited)
<b>Non-current assets</b>		
Fixed assets	31,848,269	31,596,192
Prepaid lease payments	2,897,988	2,905,451
Investment properties	108,456	108,346
Intangible assets	2,402,620	2,394,503
Interests in associates	5,529,697	5,620,142
Interests in joint ventures	1,519,845	1,542,889
Deposits for acquisition of fixed assets	1,465,523	1,625,731
Deferred tax assets	402,092	365,030
Long term receivables	756,692	662,115
Pledged bank deposits	25,812	24,729
	<b>46,956,994</b>	46,845,128
<b>Current assets</b>		
Inventories	2,128,159	1,564,912
Trade receivables	2,485,950	2,194,070
Other receivables	1,238,890	1,203,441
Amounts due from associates	277,149	273,122
Amounts due from joint ventures	118,825	116,148
Taxation recoverable	74,417	65,130
Pledged bank deposits	17,117	17,091
Cash and bank balances	3,785,669	1,937,708
	<b>10,126,176</b>	7,371,622
<b>Current liabilities</b>		
Trade payables	3,078,180	3,089,768
Other payables	4,355,866	4,855,226
Taxation payable	155,254	175,512
Amount due to immediate holding company	54,956	54,956
Bank loans – amount due within one year	6,948,695	5,226,642
	<b>14,592,951</b>	13,402,104
Net current liabilities	<b>(4,466,775)</b>	(6,030,482)
Total assets less current liabilities	<b>42,490,219</b>	40,814,646

	As at 31/3/2016 <i>HK\$'000</i> (unaudited)	As at 31/12/2015 <i>HK\$'000</i> (audited)
<b>Non-current liabilities</b>		
Bank loans – amount due after one year	12,220,878	10,597,782
Unsecured bonds	3,101,688	3,100,384
Other long term payables	26,910	26,650
Deferred tax liabilities	<u>101,202</u>	<u>104,153</u>
	<u>15,450,678</u>	<u>13,828,969</u>
	<u><b>27,039,541</b></u>	<u><b>26,985,677</b></u>
<b>Capital and reserves</b>		
Share capital	653,294	653,294
Reserves	<u>26,017,609</u>	<u>25,903,597</u>
Equity attributable to owners of the Company	<b>26,670,903</b>	26,556,891
Non-controlling interests	<u>368,638</u>	<u>428,786</u>
Total equity	<u><b>27,039,541</b></u>	<u><b>26,985,677</b></u>

Notes:

## 1. BASIS OF PREPARATION

The accounting policies used in the preparation of the unaudited financial information for the Period are consistent with those used in the audited financial statements for the year ended 31 December 2015 except for the adoption of certain new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), which are effective for the Group’s financial year beginning on 1 January 2016. The adoption of these new and revised HKFRSs has had no material impact on the Group’s financial performance and position for the current and prior accounting periods.

The Group has not early applied the new and revised HKFRSs that have been issued by HKICPA but are not yet effective. The Directors do not anticipate that the application of these new and revised HKFRSs will have material impact on the Group’s financial performance and position.

## 2. TAXATION

Hong Kong Profits Tax was calculated at 16.5% of the estimated assessable profit for both periods.

Chinese Mainland Enterprise Income Tax represents the income tax in the Chinese Mainland which is calculated at 25% on the taxable income of the group entities in the Chinese Mainland.

According to Document No. 14 of 2015 issued by the State Administration of Taxation dated 10 March 2015, enterprises of industries which no longer belong to the category of encouraged industries in the western territories shall cease to enjoy the reduced enterprise income tax rate of 15% with effect from 1 October 2014. An amount of HK\$265,482,000 representing the over-provision of enterprise income tax for the year ended 31 December 2013 was therefore reversed and included in taxation for the period ended 31 March 2015.

## 3. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the owners of the Company is based on the following data:

	For the three months ended 31 March	
	2016	2015
	(unaudited)	(unaudited)
<b>Earnings</b>		
Earnings attributable to owners of the Company for the purpose of basic earnings per share ( <i>HK\$'000</i> )	<u>6,602</u>	<u>660,301</u>
<b>Number of shares</b>		
Weighted average number of shares for the purpose of basic earnings per share	<u>6,532,937,817</u>	<u>6,532,937,817</u>

No diluted earnings per share is presented as the Company did not have any potential shares outstanding.

## 4. REVIEW OF FINANCIAL INFORMATION

The above financial information for the Period has been reviewed by the Audit Committee of the Company.

## INTERIM DIVIDEND

The Board does not recommend the payment of any dividend for the Period (Three months ended 31 March 2015: Nil).

## OPERATIONAL PERFORMANCE REVIEW

### Turnover

The consolidated turnover for the Period amounted to HK\$4,721.7 million, representing a decrease of 23.9% from HK\$6,202.4 million for the corresponding period last year. An analysis of segmental turnover by product is as follows:

	For the three months ended 31 March					
	2016			2015		
	Sales volume '000 tons/m <sup>3</sup>	Average selling price HK\$ per ton/m <sup>3</sup>	Turnover HK\$'000	Sales volume '000 tons/m <sup>3</sup>	Average selling price HK\$ per ton/m <sup>3</sup>	Turnover HK\$'000
Cement	15,849	232.8	3,689,061	14,985	316.9	4,749,371
Clinker	911	167.1	152,237	1,405	233.4	327,892
Concrete	2,323	379.0	880,428	2,563	439.0	1,125,163
Total			<u>4,721,726</u>			<u>6,202,426</u>

Our cement sales by geographical area were as follows:

Province/ Autonomous Region	For the three months ended 31 March					
	2016			2015		
	Sales volume '000 tons	Average selling price HK\$ per ton	Turnover HK\$'000	Sales volume '000 tons	Average selling price HK\$ per ton	Turnover HK\$'000
Guangdong	5,615	240.8	1,352,015	6,529	340.7	2,224,188
Guangxi	5,360	232.1	1,243,955	4,048	328.6	1,330,068
Fujian	1,830	208.8	382,167	1,874	274.9	515,179
Hainan	880	297.4	261,747	885	341.9	302,540
Shanxi	298	154.3	45,982	279	175.6	48,995
Yunnan	1,418	225.9	320,363	1,056	239.5	252,945
Guizhou	448	184.9	82,832	314	240.3	75,456
Total	<u>15,849</u>	<u>232.8</u>	<u>3,689,061</u>	<u>14,985</u>	<u>316.9</u>	<u>4,749,371</u>

## **Gross profit and gross margin**

The consolidated gross profit for the Period was HK\$975.1 million, representing a decrease of 39.3% from HK\$1,606.6 million for the corresponding period last year. The consolidated gross margin for the Period was 20.7%, representing a decrease of 5.2 percentage points from 25.9% for the corresponding period last year. The decreases in consolidated gross profit and gross margin for the Period were mainly attributable to the lower selling prices of cement products compared to the corresponding period last year. The gross margins of cement, clinker and concrete for the Period were 19.5%, -2.5% and 29.3%, as compared with 26.8%, 14.4% and 25.4% respectively for the corresponding period last year.

## **Profit attributable to owners of the Company**

Profit attributable to owners of the Company for the Period was HK\$6.6 million, representing a decrease of 99.0% from HK\$660.3 million for the corresponding period last year..

By order of the Board  
**China Resources Cement Holdings Limited**  
**ZHOU Longshan**  
*Chairman*

Hong Kong, 22 April 2016

*As at the date of this announcement, the executive Directors are Mr. ZHOU Longshan, Mr. PAN Yonghong and Mr. LAU Chung Kwok Robert; the non-executive Directors are Mr. DU Wenmin, Mr. WEI Bin, Mr. CHEN Ying and Mr. WANG Yan; and the independent non-executive Directors are Mr. IP Shu Kwan Stephen, Mr. SHEK Lai Him Abraham, Mr. XU Yongmo, Madam ZENG Xuemin and Mr. LAM Chi Yuen Nelson.*