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021 中期報告

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China XLX Culture
中國心連心文化

We attribute our achievements and breakthroughs to our dedicated team at China XLX. The team is committed to uphold the vision with integrity, discipline, devotion, perspectiveness and cheers.

我們所有的成績與突破，都歸功於誠信為本、紀律嚴明、專注投入、放眼未來和充滿快樂的中國心連心團隊。

CHINA XLX DEVELOPMENT STRATEGY:

Adhere to the enhanced development direction of cleaner chemical process of coal, and maintain the privileges and leading status in the chemical fertiliser industry. Meanwhile appropriately develop new energy and new chemical material, establishing the 'Fertiliser as base, fertiliser and chemical side by side' development plan.

中國心連心發展戰略：

堅持聚焦潔淨煤化工升級發展方向，確保化肥主業的優勢和行業領先地位。同時適度發展新能源、新材料化工品，總體形成「以肥為主，肥化並舉」的產業發展格局。

Management Discussion and Analysis
管理層討論與分析

The board of Directors (the "Board") of China XLX Fertiliser Ltd. (the "Company" and, together with its subsidiaries, the "Group") is pleased to present this interim report for the six months ended 30 June 2021 ("1H2021").

(I) BUSINESS REVIEW

With the pandemic gradually easing and the continuously improved economy, the recovery of the domestic fertilisers and chemical products market has accelerated. With the Group's third production

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FURFURYL ALCOHOL

Revenue derived from the sales of furfuryl alcohol products increased by approximately RMB108 million or 48% from approximately RMB227 million for 1H2020 to approximately RMB335 million for 1H2021. This was mainly due to a YoY increase in the average selling price and sales volume of furfuryl alcohol by 46% and 1%, respectively.

Gross profit margin of furfuryl alcohol products increased marginally by approximately 0.3 percentage point from approximately 13.1% for 1H2020 to 13.4% for 1H2021, as the average of cost of raw materials increased approximately by the same percentage points as the selling price.

MEDICAL INTERMEDIATE

Manufacturing and sale of medical intermediate products related Xinxiang Ruicheng Technology Co., Ltd. ("Ruicheng") principal business. The Group completed the acquisition of Ruicheng in June 2020. Hence, there was no comparison on performance of prior years.

OTHER INCOME, NET

Other income decreased by approximately RMB46 million or approximately 58% from approximately RMB80 million in 1H2020 to approximately RMB34 million in 1H2021. This was mainly due to the loss on disposal of items of property, plant and equipment of approximately RMB25 million, profit on disposal of spare parts and other accessories of approximately RMB14 million.

糠醇

糠醇產品的銷售收入由二零二零年上半年的約人民幣227,000,000元增加約人民幣108,000,000元或48%至二零二一年上半年的約人民幣335,000,000元。這主要是由於糠醇產品的平均售價和銷量分別按年比增長46%和1%。

糠醇產品的毛利率由二零二零年上半年的約13.1%略有增加約0.3個百分點至二零二一年上半年的13.4%，乃由於原材料的平均成本與售價的百分比增幅大致相同。

醫藥中間體

生產及銷售醫藥中間體產品與新鄉瑞誠科技股份有限公司(「瑞誠」)的主營業務有關。本集團於二零二零年六月完成該收購事項。因此，概無過往年度業務可供比較。

其他收入，淨額

其他收入由二零二零年上半年的約人民幣8

INCOME TAX EXPENSE

Income tax expense increased by approximately RMB133 million or 229% from approximately RMB58 million in 1H2020 to RMB191 million in 1H2021 due to profit increase.

PROFIT FOR THE PERIOD

The profit for the period increased by approximately RMB625 million or 237% from approximately RMB264 million in 1H2020 to approximately RMB889 million in 1H2021. This was mainly due to the increase in gross profit of approximately RMB1,056 million. The increase in profit for the period was partially offset by the increase in selling and distribution expenses of RMB82 million, increase in general and administrative expenses of RMB90 million, increase in finance cost of RMB80 million, increase in income tax expense of RMB133 million, and the decrease in other income of RMB46 million.

所得稅開支

所得稅開支由二零二零年上半年的約人民幣58,000,000元增加約人民幣133,000,000元或229%至二零二一年上半年的人民幣191,000,000元，原因是溢利增加。

期內溢利

期內溢利由二零二零年上半年的約人民幣264,000,000元增加約人民幣625,000,000元或237%至二零二一年上半年的約人民幣889,000,000元。這主要是由於毛利增加約人民幣1,056,000,000元。期內溢利增幅被銷售及分銷開支增加人民幣82,000,000元、一般及行政開支增加人民幣90,000,000元、財務成本增加約人民幣80,000,000元、所得稅開支增加約人民幣133,000,000元及其他收入減少人民幣8,000,000

(III) MATERIAL ACQUISITION AND DISPOSAL

As at the end of the reporting period, the Group did not have any material acquisition and disposal.

(IV) PROSPECTS

In the first half of 2021, with the introduction of the new agricultural reform policies and the "dual-carbon" policies, the acceleration of elimination of the backward production capacity is beneficial to the development of industry leaders. The market share has increased, and the cost advantage has further enhanced after Jiangxi Jiujiang production base put into production. The Group will leverage its three major production bases to strengthen its competitive advantage of "low-cost and differentiation" and widen its business horizon.

In the second half of the year, the overall situation of the urea industry will remain in stable development trend. Being affected by the continuous impacts from the pandemic domestically and overseas, international energy and global food prices have risen, and the demand for urea will continue to increase. Various factors that keep the urea price at high level still exist. In addition, the introduction of the "dual-carbon" policy will accelerate the elimination of backward production capacity, and emphasis more on the high-quality and efficient green development of the agriculture industry. The Group adheres to the strategy of green, low-carbon and sustainable development in terms of production, R&D or product innovation, which will provide favourable conditions for consolidating the main fertilisers industry. In addition, the chemical product market is affected by rising international energy prices, strong downstream demand, and the business cycle of chemical product prices will continue at a high level. Each of the Group's chemical product can meet the various needs of our downstream users. On the basis of consolidating the competitive advantages of our existing chemical products, we are committed to extend the development of the industrial chain. As new products continue to put into production, it will definitely further enhance the Group's profitability and market competitiveness.

The fixed-bed renovation and upgrading project of the Group's second and third plant is steadily progressing and is expected to be completed and put into production in the fourth quarter of this year. By then, the Group's technical and cost advantages will continue to improve, thereby further expanding its market share and enhancing its position in the industry.

(III) 重大收購及出售

於申報期末，本集團並無任何重大收購及出售。

(IV) 發展前景

2021年上半年，農業改革新政及「雙碳」政策的提出，落後產能加速淘汰，有利於行業頭部企業的發展。隨著江西九江基地投產，提升了市場佔有率，進一步增強了成本優勢，本集團將借助三大基地，強化「低成本+差異化」的優勢，開拓更廣闊的發展空間。

下半年，尿素行業整體形勢仍趨於穩定發展。受國內外疫情不斷持續的影響，國際能源及全球糧食價格上漲，對尿素的需求量仍將不斷加大，維持尿素高價的各種因素依然存在。另外，隨著「雙碳」政策的出台

(V) DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS IN SHARES

(V) 董事及机

As at 30 June 2021, the interests of the directors and chief executive of the Company in shares of the Company, as recorded in the register required to be kept by the Company pursuant to Section 164 of the Companies Act (Chapter 50) of Singapore (the "Companies Act") and Section 352 of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO"), or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "SEHK") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Rules Governing the Listing of Securities on the SEHK (the "Listing Rules"), were as follows:

LONG POSITIONS

Name of directors/chief executive 董事／主要行政人員姓名	Number of issued ordinary shares interested 持有權益的已發行普通股數目 Personal interests 個人權益	Corporate interests 公司權益	Total interests 總權益	Approximate percentage# of the Company's issued share capital 約佔本公司已發行股本百分比#
Mr. Liu Xingxu 劉興旭先生	600,000	413,007,999 (Note 附註(a))	413,607,999	35.30%
Ms. Yan Yunhua 閆蘊華女士	300,000	276,465,000 (Note 附註(b))	276,765,000	23.62%
Mr. Ong Kian Guan 王建源先生	100,000	–	100,000	0.01%
Mr. Ma Tongsheng 馬通生先生	8,000	–	8,000	0.00%

The percentage represents the number of issued ordinary shares interested divided by the number of the Company's issued shares as at 30 June 2021.

Notes:

(a) These shares were held by Pioneer Top Holdings Limited ("Pioneer Top"), an investment holding company established in the British Virgin Islands (the "BVI"). Mr. Liu Xingxu beneficially owned 42% of the equity interest in Pioneer Top and held the remaining 58% of the equity interest in Pioneer Top in trust for 7 beneficiaries (including Mr. Zhang Qingjin) under a trust agreement dated 26 July 2016. Pursuant to the trust agreement, Mr. Liu Xingxu is irrevocably granted the absolute discretion to exercise the voting rights and the rights to the day-to-day management of Pioneer Top.

(b) These shares were held by Go Power Investments Limited ("Go Power") an investment holding company established in the BVI. Ms. Yan Yunhua beneficially owned 12.74% of the equity interest in Go Power and held the remaining 87.26% of the equity interest in Go Power in trust for more than 1,000 beneficiaries under a trust agreement dated 26 July 2016. Pursuant to the trust agreement, Ms. Yan Yunhua is irrevocably granted the absolute discretion to exercise the voting rights and the rights to the day-to-day management of Go Power.

d（「**Go Pow**」）（一間於英屬處女群島成立之投資控股公司）持有。閆蘊華女士實益擁有Go Power 12.74%股權，並根據日期為二零一六年七月二十虺夸。閆蘊華閆柵

Save as disclosed above, as at 30 June 2021, none of the directors and chief executive of the Company nor their associates had or was deemed to have any interests or short positions in the shares, underlying (h)1(a)1(r)12(e)1(s)12(,) or debentures,f(,) the(,) Compary or (r)1ny of its associated corporations (within the meaning of Part XV of the SFO), which has been recorded in the register maintained by the Comp(r)1ny paro Section 164 ofhe(,) Companies(,) Act (nd)11( )]TJ EMC /Span <Lang (en-GB)/MCID 918 >DC 0 Tc 0.03 Tw T*[

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Notes:

(a) Pioneer Top is an investment holding company established in the BVI. Mr. Liu Xingxu beneficially owned 42% of the equity interest in Pioneer Top and held the remaining 58% of the equity interest in Pioneer Top in trust for 7 beneficiaries under a trust agreement dated 26 July 2016, including 7% for Mr. Zhang Qingjin, the Company's executive director; 7% for Mr. Ru Zhengtao, 7% for Mr. Li Yushun and 7% for Mr. Wang Nairen, being the Company's retired senior management; 7% for Mr. Zhu Xingye and 7% for Mr. Shang Dewei being the Company's retired employees; and 16% for Mr. Li Buwen being the Company's retired executive director. Mr. Liu Xingxu has the absolute discretion to exercise the voting rights held by Pioneer Top in the Company in accordance with the trust agreement. Such interest held by Pioneer Top has also been disclosed as the interest of Mr. Liu Xingxu in the above section headed "Directors' and Chief Executive's Interests in Shares".

(b) Go Power is an investment holding company established in the BVI. Ms. Yan Yunhua beneficially owned 12.74% of the equity interest in Go Power and held the remaining 87.26% of the equity interest in Go Power in trust for more than 1,000 beneficiaries under a trust agreement dated 26 July 2016. Ms. Yan Yunhua has the absolute discretion to exercise the voting rights held by Go Power in the Company in accordance with the trust agreement. Such interest held by Go Power has also been disclosed as the interest of Ms. Yan Yunhua in the above section headed "Directors' and Chief Executive's Interests in Shares".

Save as disclosed above, as at 30 June 2021, no person, other than the directors and chief executive of the Company whose interests are set out in the section headed "Directors' and Chief Executive's Interests in Shares" above, had an interest or a short position in the shares, underlying shares or debentures of the Company that was required to be recorded in the register maintained by the Company pursuant to Section 88 of the Companies Act and Section 336 of the SFO.

附註：

(a) Pioneer Top乃於英屬處女群島成立之投資控股公司。劉興旭先生實益擁有Pioneer Top 42%股權，並根據日期為二零一六年七月二十六日的信託協議為7名受益人信託持有Pioneer Top餘下58%股權，該7名受益人包括本公司執行董事張慶金先生(7%)；本公司的已退休高級管理人員茹正濤先生(7%)、李玉順先生(7%)及王乃仁先生(7%)；本公司的已退休僱員朱性業先生(7%)及尚德偉先生(7%)；以及本公司的已退休執行董事李步文先生(16%)。根據該信託協議，劉興旭先生可全權酌情行使Pioneer Top於本公司持有的投票權。Pioneer Top持有的該權益亦在上文「董事及主要行政人員於股份的權益」一節披露為劉興旭先生的權益。

(b) Go Power乃於英屬處女群島成立之投資控股公司。閆蘊華女士實益擁有Go Power 12.74%股權，並根據日期為二零一六年七月二十六日的信託協議為逾1,000名受益人信託持有Go Power餘下87.26%股權。根據該信託協議，閆蘊華女士可全權酌情行使Go Power於本公司持有的投票權。Go Power持有的該權益亦在上文「董事及主要行政人員於股份的權益」一節披露為閆蘊華女士的權益。

除上文所披露者外，於二零二一年六月三十日，除於上文「董事及主要行政人員於股份的權益」一節所載本公司董事及主要行政人員的權益外，概無人士於本公司的股份、相關股份或債券中擁有按公司法第88條及證券及期貨條例第336條須記載於由本公司存置的登記冊內的權益或淡倉。

(VI) LIQUIDITY RISK

The Group monitors its risk exposure to shortage of funds. The Group considers the maturity of both its financial investments and financial assets (e.g. trade receivables and other financial assets) and projected cash flows from operations. The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts and bank loans. As at 30 June 2021, approximately RMB5,593 million (31 December 2020: RMB4,138 million), or 55.48% (31 December 2020: 44.26%) of the Group's debts will mature in less than one year based on the carrying value of the borrowings reflected in the financial statements. Currently, the Group is adjusting the loan structures and obtained sufficient long term bank credit.

(VI) 流動資金風險

本集團監控其資金短缺的風險。本集團考慮其財務投資及金融資產(例如貿易應收款項及其他金融資產)的到期情況及經營業務的預測現金流量。本集團的目標是通過使用銀行透支及銀行貸款，維持資金持續及靈活性之間的平衡。於二零二一年六月三十日，根據於財務報表內所反映的借款的賬面值，本集團債務中約人民幣5,593,000,000元(二零二零年十二月三十一日：人民幣4,138,000,000元)或55.48%(二零二零年十二月三十一日：44.26%)將於一年內到期。現時本集團正在調整貸款結構，並已取得充足的長期銀行信貸。

(VII) GEARING RISK

The Group monitors its capital ratios in order to support its business and maximise shareholders' value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. In order to maintain or adjust the capital structure, the Group may raise new debt or issue new shares. No changes were made in the objectives, policies or processes for managing capital in 2020 and 2019. The gearing ratio of the Group as at 30 June 2021 (calculated as net debt divided by the sum of total capital plus net debt) was 74.66%, representing a decrease of 0.3 percentage points as compared to 31 December 2020.

2. CONTINGENT LIABILITIES

As at 30 June 2021, the Group had no material contingent liabilities (2020: Nil).

3. MATERIAL LITIGATION AND ARBITRATION

As at 30 June 2021, the Group was not involved in any material litigation or arbitration (2020: Nil).

4. CHARGE ON THE GROUP'S ASSETS

As of 30 June 2021, save as disclosed in this report, the Group had no other charges.

6. FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

The Group did not have any other plans for material investments and capital assets as at 30 June 2021.

7. OPTIONS

The Group has no share option scheme.

8. AUDIT COMMITTEE

The audit committee of the Company (the "Audit Committee") has reviewed the accounting principles and standards adopted by the Group, and has discussed and reviewed the internal control and reporting matters. The interim results for the six months ended 30 June 2021 have been reviewed by the Audit Committee.

9. COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Company devotes to maintaining good practice of corporate governance, and has complied with all the code provisions of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules for the six months ended 30 June 2021.

10. COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Board has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules and its amendments from time to time as its own code of conduct regarding securities transaction by the directors of the Company. The Board confirms that, having made specific enquiries with all directors of the Company, during the six months ended 30 June 2021, all directors have complied with the required standards of the Model Code.

6. **有關重大投資或股本資產的未來計劃**

本集團於二零二一年六月三十日並無有關重大投資或股本資產的任何其他計劃。

7. **購股權**

本集團並無購股權計劃。

8. **審核委員會**

本公司的審核委員會(「**審核委員會**」)已檢討本集團採納的會計原則及準則，並討論及檢討內部監控及申報事宜。審核委員會已審閱截至二零二一年六月三十日止六個月的中期業績。

9. **遵守企業管治常規守則**

本公司致力奉行良好企業管治常規，並已於二零二一年六月三十日止六個月遵守上市規則附錄十四所載的企業管治守則的所有守則條文。

10. **遵守上市發行人董事進行證券交易的標準守則**

董事會已採納上市規則附錄十所載的上市發行人董事進行證券交易的標準守則(「**標準守則**」)及其不時的修訂本，作為其本身有關本公司董事進行證券交易的行為準則。董事會確認，經向本公司全體董事作出指定查詢後，於二零二一年六月三十日止六個月內，全體董事均已遵守標準守則規定的準則。

11. COMPLIANCE WITH THE WRITTEN GUIDELINES FOR SECURITIES TRANSACTIONS BY RELEVANT EMPLOYEES OF THE COMPANY

The Company has established written guidelines on no less exacting terms than the Model Code (the "Employees Written Guidelines"), governing securities transactions by the relevant employees who are likely to possess inside information of the Company and/or its securities. No incident of non-compliance of the Employees Written Guidelines by relevant employees was noted by the Company during the six months ended 30 June 2021.

12. PURCHASE, SALES OR REDEMPTION OF THE COMPANY'S SECURITIES

For the six months ended 30 June 2021, neither the Company nor any of its subsidiaries have purchased, sold or redeemed any of the listed securities of the Company.

13. CHANGE IN DIRECTORS' INFORMATION UNDER RULE 13.51B(1) OF THE LISTING RULES

Pursuant to Rule 13.51B(1) of the Listing Rules, the changes in information of the Directors since the Company's last published 2020 annual report are set out below:

t .S -J4IFOHYJBPBT CFFOBQQPJOUFE BTBO independent director of Kuaijishan Shaoxing Rice Wine Co., Ltd (since May 2021), a company listed on Shanghai Stock Exchange.

11. **遵守本公司有關僱員進行證券交易的書面指引**

本公司已就監管有關僱員(彼等可能擁有關於本公司及／或其證券的內幕消息)進行證券交易制訂一套書面指引(「**僱員書面指引**」),其條款並不比標準守則所載條文寬鬆。於二零二一年六月三十日止六個月,本公司並無發現有關僱員有任何不遵守僱員書面指引的事件。

12. **購買、出售或贖回本公司證券**

於二零二一年六月三十日止六個月,本公司或其任何附屬公司概無購買、出售或贖回本公司任何已上市證券。

13. **根據聯交所上市規則第13.51B(1)條之董事資料變更**

根據聯交所上市規則第13.51B(1)條,自本公司上一次刊發二零二零年度報告以來董事資料變動如下:

; 李生校先生擔任會稽山紹興酒股份有限公司(自二零二一年五月起)的獨立董事,一家於上海證券交易所上市的公司。

14. EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2021, there were 8,690 (30 June 2020: 7,728) employees in the Group. Staff remuneration packages are determined in consideration of market conditions and the performance of the individuals concerned, and are subject to review from time to time. The Group also provides other staff benefits including medical and life insurance, and grants discretionary incentive bonuses to eligible staff based on their performance and contributions to the Group.

15. DISCLOSURE ON THE WEBSITES OF THE SEHK AND THE COMPANY

This report is published on the website of the SEHK (http:// wwwhe 4oaEHKon the website of the 1xnea

Shareholders may request for a printed copy of the Company's corporate communications or change their choice of language and means of receipt of the Company's corporate communications by sending reasonable prior

Condensed Consolidated Statement of Comprehensive Income

簡明綜合全面收入表

For the six months ended 30 June 2021 截至二零二一年六月三十日止六個月

			Six months ended 30 June 截至六月三十日止六個月	
		Notes 附註	2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
REVENUE	**收入**	4	7,573,047	4,939,764
Cost of sales	[illegible]			

簡明綜合財務狀況表 *30 June 2021 二零二一年六月三十日*

		Notes 附註	30 June 2021 二零二一年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
NON-CURRENT ASSETS	**非流動資產**			
Property, plant and equipment	物業、廠房及設備	10	16,612,862	15,000,465
Goodwill	商譽		63,022	63,022
Coal mining rights	煤礦開採權	10	84,643	84,643
Equity investment at fair value through profit or loss	按公平值計入損益的股權投資	12	6,708	6,708
Deferred tax assets	遞延稅項資產		101,478	100,430
Prepayments for purchases of plant and equipment	掭뻪ㄷ Y벳껌礦開採權			

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表

30 June 2021 二零二一年六月三十日

		Notes 附註	30 June 2021 二零二一年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
CURRENT LIABILITIES	**流動負債**			
Due to related companies	應付關連公司款項		4,750	12,239
Trade payables	貿易應付款項	16	1,003,805	508,978
Bills payable	應付票據		1,128,361	1,110,814
Contract liabilities	合約負債		686,966	818,149
Accruals and other payables	應計費用及其他應付款項		2,168,529	1,847,288
Income tax payable	應付所得稅		103,753	42,708
Deferred grants	遞延補貼		9,317	9,317
Loan from a non-controlling interest	非控股權益貸款		–	24,870
Interest-bearing bank and other borrowings	計息銀行及其他借款	17	5,593,012	4,137,660
Lease liabilities	租賃負債		26,730	45,343
Total current liabilities	流動負債總額		10,725,223	8,557,366
NET CURRENT LIABILITIES				

Condensed Consolidated Statement of Cash Flows
簡明綜合現金流量表

For the six months ended 30 June 2021 截至二零二一年六月三十日止六個月

		Notes 附註	Six months ended 30 June 截至六月三十日止六個月 2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Cash flows generated from operations	**經營活動產生的現金流量**		1,462,959	634,032
Government grants received	已收取政府補貼		11,345	2,977
Interest received	已收利息		9,671	4,964
Tax paid	已付稅項		(190,952)	(58,033)
Net cash flows generated from operating activities	**經營活動產生現金流量淨額**		1,293,023	583,940
Cash flows from investing activities	**投資活動現金流量**			
Proceeds from disposal of items of property, plant and equipment	出售物業、廠房及設備項目所得款項		4,387	16,348
Proceeds from disposal of items land use	出售項目土地使用權所得款項		–	–
Purchases of items of property, plant and equipment	購置物業、廠房及設備項目		(1,675,569)	(1,878,743)
Purchases of items of other intangible assets	購置其他無形資產項目		–	–
Cash paid for purchasing subsidiaries	收購附屬公司所付現金		–	(157,525)
Purchase of financial instruments through profits and loss	購買計入損益的金融工具		(10,283)	–
Proceeds from disposal of financial instruments through profits and loss	出售計入損益的金融工具所得款項		–	–
Net cash flows used in investing activities	**投資活動所用現金流量淨額**		(1,681,465)	(2,019,920)
Cash flows from financing activities	**融資活動現金流量**			
Dividend paid on non-controlling shares	已付非控股股份股息		(33,560)	(62,699)
Injection of non-controlling interests	非控股權益注資		–	200,000
Interest paid	已付利息		(279,720)	(201,949)
(Increase)/decrease in pledged deposits	已抵押按金(增加)／減少		(10,239)	(50,000)
Proceeds from loans and borrowings	貸款及借款所得款項		4,186,325	4,381,178
Repayments of loans and borrowings	償還貸款及借款		(3,333,773)	(2,524,105)
Net cash flows from financing activities	**融資活動產生現金淨額**		529,033	1,742,425

Condensed Consolidated Statement of Cash Flows
簡明綜合現金流量表

For the six months ended 30 June 2021 截至二零二一年六月三十日止六個月

		Notes 附註	Six months ended 30 June 截至六月三十日止六個月 2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Net increase/(decrease) in cash and cash equivalents	**現金及現金等價物增加／(減少)淨額**		140,591	306,445
Cash and cash equivalents at beginning of year	年初現金及現金等價物	15	682,041	884,448
Cash and cash equivalents at the end of year	**年末現金及現金等價物**		822,632	1,190,893
Analysis of balance of cash and cash equivalents	**現金及現金等價物結餘分析**			
Cash at banks and on hand and cash and cash equivalents as stated in the consolidated statement of financial position	於綜合財務狀況表所述之銀行存款及現金及現金等價物	15	822,632	1,190,893

1. CORPORATE INFORMATION

China XLX Fertiliser Ltd. is a limited liability company incorporated in Singapore on 17 July 2006 under the Singapore Companies Act and its shares are primary-listed on The Stock Exchange of Hong Kong Limited (the "SEHK"). The registered office of the Company is located at 80 Robinson Road, #02-00, Singapore 068898. The principal place of business of the Group is located at Xinxiang Economic Development Zone, Xinxiang County, Henan Province, Taxihe Industrial Park, Baojiadian Town, Manas County, Xinjiang Changji Prefecture, and Jishan Industrial Zone, Jiujiang City, Jiangxi Province in the People's Republic of China (the "PRC"). The principal activity of the Company is investment holding. The principal activities of the Company's subsidiaries are mainly manufacturing and trading of related differentiated products such as urea, compound fertiliser, methanol, melamine, dimethyl ether, furfuryl alcohol, furfural, 2-methylfuran and pharmaceutical intermediates.

1. 公司資料

中國心連心化肥有限公司是一家於二零零六年七月十七日根據新加坡公司法在新加坡註冊成立的有限公司，其股份於香港聯合交易所有限公司(「**聯交所**」)主板上市。本公司的註冊辦事處位於80 Robinson Road, #02-00, Singapore 068898。本集團的主要營業地點位於中華人民共和國(「**中國**」)河南省新鄉縣新鄉經濟開發區、新疆昌吉州瑪納斯縣包家店鎮塔西河工業園區、江西省九江市磯山工業園區。本公司的主要業務為投資控股。本公司附屬公司的主要業務是生產及銷售尿素、複合肥、甲醇、三聚氰胺、二甲醚、糠醛、糠醇、2-甲基呋喃、醫藥中間體等相關差異化產品。

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)s") and International Financial Reporting Standards ("IFRSs"). For the purpose of SFRS(I)s, financial statements that have been prepared in accordance and complied with IFRSs are deemed to have also complied with SFRS(I)s. SFRS(I)s comprise standards and interpretations that are equivalent to IFRSs.

These financial statements have been prepared on a historical cost basis, except for equity investments at fair value through profit or loss, which have been measured at fair value. These financial statements are presented in Renminbi ("RMB") and all values in the tables are rounded to the nearest thousand ("RMB'000") except when otherwise indicated.

2.1 編製基準

該等財務報表是根據新加坡財務報告準則(國際)(「**新加坡財務報告準則(國際)**」)及國際財務報告準則(「**國際財務報告準則**」)編制。就新加坡財務報告準則(國際)而言，已按照國際財務報告準則編制並符合國際財務報告準則的財務報表被視為已符合新加坡財務報告準則(國際)。新加坡財務報告準則(國際)包含與國際財務報告準則等效的準則及解釋。

該等財務報表乃根據歷史成本法編製，惟按公平值計入損益的股權投資則按公平值計量。該等財務報表以人民幣(「**人民幣**」)呈列，除另有指明外，表格中所有金額已約整至最接近的千位(「**人民幣千元**」)。

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

Description	*Effective for annual periods beginning on or after*
Amendment to IFRS 16 Leases: Covid-19-Related Rent Concessions	1 June 2020
Amendment to IFRS 16 Leases: Covid-19-Related Rent Concessions beyond 30 June 2021 (early adopted)	1 April 2021
Amendments to IFRS 9 *Financial Instruments*, IAS 39 *Financial Instruments: Recognition and Measurement*, IFRS 7 *Financial Instruments: Disclosures*, IFRS 4 *Insurance Contracts*, IFRS 16 *Leases*: Interest Rate Benchmark Reform – Phase 2	1 January 2021

The directors expect that the adoption of the other standards and interpretation above will have no material impact on the financial statements in the period of initial application.

2.2 會計政策的變動及披露

說明	*於下列日期或之後開始的年度期間生效*
國際財務報告準則第16號「租賃」修訂本：COVID-19相關租金寬減	二零二零年六月一日
國際財務報告準則第16號「租賃」修訂本：二零二一年六月三十日後之COVID-19相關租金寬減(提早採納)	二零二一年四月一日
國際財務報告準則第9號「*金融工具*」、國際會計準則第39號「*金融工具：確認及計量*」、國際財務報告準則第7號「*金融工具：披露*」、國際財務報告準則第4號「*保險合約*」、國際財務報告準則第16號「*租賃*」修訂本：利率基準改革 – 第二階段	二零二一年一月一日

董事預期採納上述其他準則及詮釋將不會對首次應用期間的財務報表產生重大影響。

3. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on its products, and has eight reportable operating segments as follows:

- Manufacturing and sale of urea
- Manufacturing and sale of urea solution for vehicle
- Manufacturing and sale of compound fertiliser
- Manufacturing and sale of methanol
- Manufacturing and sale of melamine
- Manufacturing and sale of furfuryl alcohol
- Manufacturing and sale of dimethyl ether (DME)
- Manufacturing and sale of medical intermediate

ALLOCATION BASIS

Segment results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly other income,other i8tosJ Ee of meddisu2lpse Grogenlf medad EMisut(me]TJ E02 pse Gr)11(ofinance)15s]TJ medother

3. OPERATING SEGMENT INFORMATION (CONTINUED)

ALLOCATION BASIS (CONTINUED)

An analysis by principal activity of contribution to the results is as follows:

For the six months ended 30 June 2021

3. 經營分部資料(續)

分配基準(續)

主要活動對本業績的貢獻之分析如下：

截至二零二一年六月三十日止六個月

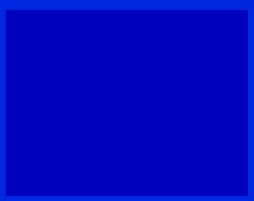
		Urea 尿素 (unaudited) (未經審核) RMB'000 人民幣千元	Compound fertiliser 複合肥 (unaudited) (未經審核) RMB'000 人民幣千元	Methanol 甲醇 (unaudited) (未經審核) RMB'000 人民幣千元	Melamine 三聚氰胺 (unaudited) (未經審核) RMB'000 人民幣千元	Furfuryl alcohol 糠醇 (unaudited) (未經審核) RMB'000 人民幣千元	Dimethyl ether 二甲醚 (unaudited) (未經審核) RMB'000 人民幣千元	Urea solution for vehicle 車用尿素溶液 (unaudited) (未經審核) RMB'000 人民幣千元	Medical Intermediate 醫藥中間體 (unaudited) (未經審核) RMB'000 人民幣千元	Others 其他 (unaudited) (未經審核) RMB'000 人民幣千元	Total 總計 (unaudited) (未經審核) RMB'000 人民幣千元
REVENUE	收入										
Sales to external customers	銷售給外部客戶	2,074,145	1,981,427	733,016	535,472	335,303	618,177	236,026	267,479	792,002	7,573,047
Total revenue	總收入	2,074,145	1,981,427	733,016	535,472	335,303	618,177	236,026	267,479	792,002	7,573,047
Segment profit	分部溢利	734,642	296,880	144,084	332,747	44,997	143,526	84,419	61,545	275,120	2,117,960
Interest income	利息收入										9,671
Unallocated expenses	未分配開支										(765,346)
Finance costs	財務成本										(281,902)
Profit before tax	除稅前溢利										1,080,383
Income tax expense	所得稅開支										(190,952)
Profit for the period	期內溢利										889,431

3. OPERATING SEGMENT INFORMATION (CONTINUED)

ALLOCATION BASIS (CONTINUED)

For the six months ended 30 June 2020

4. REVENUE AND OTHER INCOME/(EXPENSES), NET (CONTINUED)



5. FINANCE COSTS

5. 財務成本

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Interest on bank loans, overdrafts and other loans, wholly repayable within five years	須於五年內悉數償還的銀行貸款、銀行透支及其他貸款的利息	281,902	201,949

6. PROFIT BEFORE TAX

6. 除稅前溢利

The Group's profit before tax is arrived at after charging:

本集團的除稅前溢利乃經扣除：

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Cost of inventories sold	銷售存貨成本	5,455,087	3,877,460
Depreciation of property, plant and equipment	物業、廠房及設備折舊	457,440	365,229
Depreciation of right-of-use assets	使用權資產折舊	18,743	24,098
Employee benefit expenses (including directors' remuneration)	僱員福利開支（包括董事薪酬）		
Salaries and bonuses	薪金及花紅	484,708	335,250
Contributions to defined contribution plans	定期供款計劃的已供款部分	70,811	43,750
Benefits in kind	實物利益	37,904	26,610
		593,423	405,610

7. INCOME TAX EXPENSE

The Company is incorporated in Singapore and is subject to an income tax rate of 17% for the six months ended 30 June 2021 (six months ended 30 June 2020: 17%).

Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates.

The Company's subsidiaries in Mainland China are subject to income tax rate of 25% (2020: 25%). For the six months ended 30 June 2021, ten subsidiaries were given the New/High Technology Enterprise Award and this award brought these subsidiaries a tax concession of a lower income tax rate of 15%.

The major components of income tax expense for the six months ended 30 June 2021 and 2020 are:

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Current – PRC	即期 – 中國		
Charge for the period	期間開支	190,952	58,033
Deferred	遞延	–	–
Total tax charge for the period	期間稅項開支總額	190,952	58,033

8. DIVIDEND

Final dividend of RMB117,162,000 for the year ended 31 December 2020 (year ended 31 December 2019: RMB93,730,000) was proposed

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

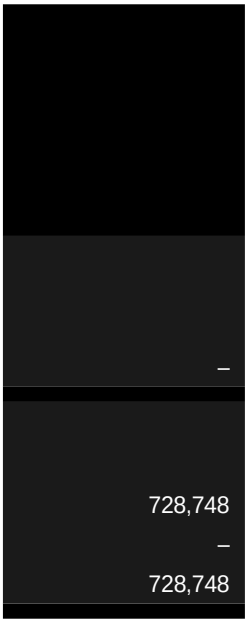
EarninU3 per share is calculated by dividinU the Group'3 profit for the period attributable to ordinary equity holders of the Company by the weighted average number of 1,171,621,000 (six months ended 30 June 2020: 1,171,621,000) ordinary shares (inclusive of mandatorily convertible instruments issued) outstandinU durinU the period.

There were no potentially dilutive ordinary shares in existence durinU the six months ended 30 June 2021 and 2020 and therefore the diluted earninU3 per share amounts for those periods were the same as the basic earninU3 per share amounts.

10. PROPERTY, PLANT AND EQUIPMENT, PREPAID LAND LEASE PAYMENTS AND COAL MINING RIGHTS

DurinU the period, payments for purchases of items of property, plant and equipment, land use rights and coal mininU rights and proceeds from disposal of items of property, plant and equipment of the Group amounted to approximately RMB1,675,569,000 and RMB4,386,000 (six months ended 30 June 2020: RMB1,903,125,000 and RMB16,348,000) respectively.

11. PREPAYMENTS



9. 本公司普通股權益擁有人應佔每股盈利

每股盈利乃根據本公司普通股權益持有人應佔期內本集團溢利，除以期內已發行普通股（包括已發行的強制性可轉換工具）加權平均數1,171,621,000股（截至二零二零年六月三十日止六個月：1,171,621,000股）計算得出。犵噾灌遊券@霰鷹鷹裝械莮鑷轙肬麮鶆飉裝械莮

[redacted]

12. EQUITY INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2021 二零二一年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
NON-CURRENT	非即期	
Unquoted equity investments		

14. TRADE AND BILLS RECEIVABLES

		30 June 2021 二零二一年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Trade receivables	應收賬款	440,263	204,032
Bills receivable	應收票據	691,470	539,360
		1,131,733	743,392

Trade receivables are non-interest-bearing and are normally settled on terms of 30 to 90 days. They are recognised at their original invoice amounts which represent their fair values on initial recognition. The Group's bills receivable are non-interest-bearing and are normally settled on terms of 90 to 180 days. Trade and bills receivables are denominated in RMB.

The Group's trading terms with its customers are mainly payment in advance or on credit for certain customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact the Rtt for certain customers. EGomelnatd toa l ar9(g(e umb(er ofdi(v)7(esifi(ed)]TJ EMC /Span <Lang (en-GB)/MCID 3208 >BDC 0.031 Tc 0.07

15. CASH AND CASH EQUIVALENTS AND PLEDGED TIME DEPOSITS

15. 現金及現金等價物以及已抵押定期存款

		30 June 2021 二零二一年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Fixed deposits	定期存款	867,980	706,035
Less: Pledged time deposits	減：已抵押定期存款	(867,980)	(706,035)
Cash at bank balances	銀行存款結餘	822,632	682,041
Cash and cash equivalents	現金及現金等價物	822,632	682,041

As at 30 June 2021, the cash and bank balances of the Group denominated in RMB amounted to RMB692,912,000 (31 December 2020: RMB648,297,000). The RMB is not freely convertible into other currencies, however, under Mainland China's Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

於二零二一年六月三十日，以人民幣計值的本集團現金及銀行結餘達人民幣692,912,000元（二零二零年十二月三十一日：人民幣648,297,000元）。人民幣並不可自由兌換為其他貨幣，然而，根據中國內地的外匯管制條例及結匯、售匯及付匯管理規定，本集團獲准透過獲授權進行外匯業務的銀行將人民幣兌換為其他貨幣。

Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term time deposits are made for varying periods of between one day and three months depending on the immediate cash requirements of the Group, and earn interest at the respective short-term time deposit rates. The bank balances and pledged deposits are deposited with creditworthy banks with no recent history of default.

銀行存款按日常銀行存款利率的浮動利率賺取利息。短期定期存款介乎一日至三個月之間的可變期間，視乎本集團即時的現金需求而定，並按各自的短期定期存款利率賺取利息。銀行結餘及已抵押存款乃存放於信譽可靠兼無近期拖欠記錄的銀行。

16. TRADE PAYABLES

An aged analysis of the trade payables as at the end of the reporting period, based on the invoice date, is as follows:

		30 June 2021 二零二一年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Within 1 month	1個月以內	261,797	169,569
1 to 3 months	1至3個月	629,195	109,120
3 to 6 months	3至6個月	41,516	65,384
6 to 12 months	6至12個月	28,445	121,958
Over 12 months	12個月以上	42,852	42,947
		1,003,805	508,978

The trade payables are non-interest-bearme narn ersrTrade payables aredenominaite in (RMB)11.

17. INTEREST-BEARING BANK AND OTHER BORROWINGS

	30 June 2021 二零二一年六月三十日		31 December 2020 二零二零年十二月三十一日	
	Contractual Interest rate 合約利率			
Current				
Bank loans – secured				
Other loans – secured				
Other loans – unsecured				
Lease liabilities				
Non-current				
Bank loans – secured				
Other loans – secured				
Other loans – unsecured				
Lease liabilities				

17. INTEREST-BEARING BANK AND OTHER

18. MAJOR NON-CASH TRANSACTION – INTEREST CAPITALISATION

During the period under review, the Group capitalised interest expenses RMB38,953,000 (six months ended 30 June 2020: RMB49,545,000) to property, plant and equipment.

18. 主要非現金交易 – 利息資本化

於回顧期間，本集團的物業、廠房及設備的資本化利息開支為人民幣38,953,000元（截至二零二零年六月三十日止六個月：人民幣49,545,000元）。

19. CONTINGENT LIABILITIES

As at the end of the reporting period, the Group did not have any significant contingent liabilities.

19. 或然負債

於申報期末，本集團並無任何重大或然負債。

20. COMMITMENTS

20. 承擔

		30 June 2021 二零二一年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2020 二零二零年十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Capital commitments	資本承擔		
Contracted, but not provided for:	已訂約但未撥備：		
Buildings	樓宇	820,426	1,083,528
Plant and machinery	廠房及機器	2,068,566	2,536,334
Coal mines	煤礦	14,485	12,727
		2,903,477	3,632,589
Other commitments	其他承擔		
Purchases of raw materials	購買原材料	450,167	833,238

21. RELATED PARTY TRANSACTIONS

(A) In addition to the transactions detailed elsewhere in this interim financial information, the Group had the following transactions with related parties during the period:

21. 關連方交易

(A) 除本中期財務資料其他部分載述的交易外，本集團於期內與關連方進行下列交易：

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Sales of electricity, water and steam to:	向以下公司銷售水電及蒸汽：		
– Xinxiang Xinlianxin Chemical Equipment Co., Ltd.#	– 新鄉市心連心化工設備有限公司#	168	688
Operating lease income from:	來自以下公司的經營租賃收入：		
– Xinxiang Xinlianxin Chemical Equipment Co., Ltd.#	– 新鄉市心連心化工設備有限公司#	158	84
Purchases of equipment and service fee expenses from:	向以下公司購買設備及服務費支出：		
– Xinxiang Xinlianxin Chemical Equipment Co., Ltd.#	– 新鄉市心連心化工設備有限公司#	29,409	32,218

These companies are subsidiaries of Henan Xinlianxin Chemicals Group Co., Ltd. ("Henan Chemicals"), which has certain common shareholders with the Company. The Company's executive directors and executive officers have certain equity interests in Henan Chemicals.

該等公司為河南心連心化工集團有限公司(「**河南化工**」)的附屬公司，河南化工的股東與本公司的股東有若干相同。本公司的執行董事及行政人員於河南化工擁有若干股權。

21. RELATED PARTY TRANSACTIONS (CONTINUED)

(B) COMPENSATION OF DIRECTORS AND KEY MANAGEMENT PERSONNEL OF THE GROUP:

21. 關連方交易(續)

(B) 本集團董事及主要管理人員的薪酬：

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 (Unaudited) (未經審核) RMB'000 人民幣千元	2020 二零二零年 (Unaudited) (未經審核) RMB'000 人民幣千元
Directors' fees	董事袍金	525	525
Salaries and bonuses	薪金及花紅	2,864	2,792
Contributions to defined contribution plans	定期供款計劃的已供款部分	204	167
Total compensation paid to key management personnel	支付予主要管理人員的薪酬總額	3,593	3,484

22. SEASONALITY OF OPERATIONS

Due to the seasonal weather conditions, the sales of compound fertiliser are subject to seasonal fluctuations, with peak demand in the second and third quarter of the year.

22. 經營季節性

由於季節性氣候狀況，複合肥的銷售隨季節波動，通常一年的第二及第三季度為需求高峰期。

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