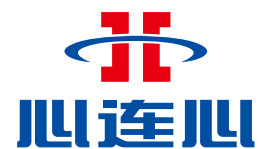


High-Efficiency
Fertilisers in China

中國高效肥

INTERIM REPORT 2019 中期報告



China XLX Fertiliser Ltd.
中國心連心化肥有限公司*

(Incorporated in Singapore with limited liability)

(於新加坡註冊成立之有限公司)

Stock Code 股份代號：1866

* For identification purpose only 僅供識別

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 and strong commitment.

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 Produce Good Fertiliser”. Explore and appropriate develop new energy and new chemical materials. Adhere to the competitive strategy of “combination of low cost and differentiation” with the focus on fertiliser industry. Based on the fundamental conditions of “Henan, Xinjiang, Jiujiang” bases, become market-oriented, follow the development path with high standard, parks and bases with special features.

中國心連心發展戰略：

「堅持化肥、做好化肥」。探索並適度發展新能源及新材料化工品。堅持「低成本和差異化相結合」的競爭策略做好化肥主業。根據「河南、新疆、九江」基地基礎條件，以市場為導向，走高標準、園區化、基地特色化發展道路。

Contents

目錄

- 2 Corporate Information
公司資料
- 4 Management Discussion and Analysis
管理層討論與分析
- 24 Condensed Consolidated Statement of Comprehensive Income
簡明綜合全面收益表
- 25 Condensed Consolidated Statement of Financial Position
簡明綜合財務狀況表
- 28 Condensed Consolidated Statement of Changes in Equity
簡明綜合權益變動表
- 30 Condensed Consolidated Statement of Cash Flows
簡明綜合現金流量表
- 32 Notes to the Condensed Consolidated Interim Financial Information
簡明綜合中期財務資料附註

Corporate Information

公司資料

BOARD

EXECUTIVE DIRECTORS

LIU Xingxu (*Chairman of the Board*)
ZHANG Qingjin
YAN Yunhua

NON-EXECUTIVE DIRECTOR

ZHENG Jiaqi

INDEPENDENT NON-EXECUTIVE DIRECTORS

ONG Kian Guan
LI Shengxiao
ONG Wei Jin
LI Hongxing

BOARD COMMITTEES

AUDIT COMMITTEE

ONG Kian Guan (*Chairman*)
LI Shengxiao
ONG Wei Jin
LI Hongxing

REMUNERATION COMMITTEE

ONG Wei Jin (*Chairman*)
ONG Kian Guan
LI Shengxiao
LI Hongxing

NOMINATION COMMITTEE

LI Shengxiao (*Chairman*)
LIU Xingxu
ONG Kian Guan
ONG Wei Jin
LI Hongxing

CHIEF EXECUTIVE OFFICER

MA Tongsheng

CHIEF FINANCIAL OFFICER

WONG Wing Wang Paul

董事會

執行董事

劉興旭 (*董事會主席*)
張慶金
閻蘊華

非執行董事

鄭嘉齊

獨立非執行董事

王建源
李生校
王為仁
李紅星

董事會委員會

審核委員會

王建源 (*主席*)
李生校
王為仁
李紅星

薪酬委員會

王為仁 (*主席*)
王建源
李生校
李紅星

提名委員會

李生校 (*主席*)
劉興旭
王建源
王為仁
李紅星

首席執行官

馬通生

首席財務官

王永宏

AUTHORISED REPRESENTATIVES UNDER LISTING RULES

YAN Yunhua
LEUNG Kwan Wai

JOINT COMPANY SECRETARIES

LEUNG Kwan Wai
CHEOK Hui Yee

AUDITOR

Ernst & Young LLP
One Raffles Quay
North Tower, Level 18
Singapore, 048583
Partner-in-charge: LEE Lai Hiang

LEGAL ADVISORS

Reed Smith Richards Butler (Hong Kong)
Hiways Law Firm (China)
Shook Lin & Bok LLP (Singapore)

PRINCIPAL BANKERS

The Export-Import Bank of China
China Construction Bank
Bank of China
Industrial & Commercial Bank of China
Bank of Communications
China CITIC Bank
HSBC

REGISTERED OFFICE

80 Robinson Road
#02-00, Singapore 068898

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN PRC

Xinxiang Economic Development Zone
Henan Province
PRC 453731

STOCK CODE

Hong Kong Stock Code: 1866

CORPORATE WEBSITE

www.chinaxlx.com.hk

上市規則下的授權代表

閻蘊華
梁君慧

聯席公司秘書

梁君慧
石慧儀

核數師

安永會計師事務所
One Raffles Quay
North Tower, Level 18
Singapore, 048583
項目合夥人：李來香

法律顧問

禮德齊伯禮律師行(香港)
海華永泰律師事務所(中國)
旭齡及穆律師事務所(新加坡)

主要往來銀行

中國進出口銀行
中國建設銀行
中國銀行
工商銀行
交通銀行
中信銀行
滙豐銀行

註冊辦事處

80 Robinson Road
#02-00, Singapore 068898

總辦事處暨中國主要營業地點

中國河南省
新鄉經濟開發區
郵編：453731

股份代號

香港股份代號：1866

公司網址

www.chinaxlx.com.hk

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 2019.

(I) BUSINESS REVIEW

REVENUE

Revenue for the half year ended 30 June 2019 (“**1H2019**”) increased by approximately RMB197 million or 4% from approximately RMB4,599 million for the half year ended 30 June 2018 (“**1H2018**”) to approximately RMB4,796 million for 1H2019. The increase was mainly due to the increase in revenue derived from the sale of compound fertiliser, melamine, urea, DME and liquid ammonia. The increase in revenue was partially offset by the decrease in revenue derived from sales of methanol and furfuryl alcohol.

UREA

Revenue derived from the sales of urea increased by approximately RMB72 million or 3.9% from approximately RMB1,837 million for 1H2018 to approximately RMB1,909 million for 1H2019 mainly due to the increase in average selling price by approximately 3.9%. The increase in average selling prices was mainly driven by selling higher percentage of high-efficiency urea. The sales volume of urea remained relatively the same year-on-year (“**YoY**”) for 1H2019.

COMPOUND FERTILISER

Revenue derived from the sales of compound fertiliser increased by approximately RMB132 million or 9% from approximately RMB1,454 million for 1H2018 to RMB1,586 million for 1H2019. Such increase was due mainly to the increase in average selling price by approximately 8.3%. The increase in average selling price primarily resulted from selling higher percentage of high-efficiency fertilisers and a general increase in the costs of raw materials, such as potassium and phosphate.

中國心連心化肥有限公司(「**本公司**」，連同其附屬公司統稱「**本集團**」)董事會(「**董事會**」)欣然呈列截至二零一九年六月三十日止六個月的本中期報告。

(I) 業務回顧

收入

截至二零一九年六月三十日止半年度(「**二零一九年上半年**」)的收入由截至二零一八年六月三十日止半年度(「**二零一八年上半年**」)的約人民幣4,599,000,000元增加約人民幣197,000,000元或4%至二零一九年上半年的約人民幣4,796,000,000元。此項增加乃主要由於銷售複合肥、三聚氰胺、尿素、二甲醚及液態氨產生的收入增加所致。收入增加部分被銷售甲醇及糠醇所產生的收入減少所抵銷。

尿素

銷售尿素產生的收入由二零一八年上半年的約人民幣1,837,000,000元增加約人民幣72,000,000元或3.9%至二零一九年上半年的約人民幣1,909,000,000元，主要是由於平均售價上漲約3.9%。平均售價上漲主要是由於高效尿素的銷量佔比增多所致。二零一九年上半年尿素銷量與去年同期相比(「**同比**」)保持不變。

複合肥

銷售複合肥產生的收入由二零一八年上半年的約人民幣1,454,000,000元增加約人民幣132,000,000元或9%至二零一九年上半年的人民幣1,586,000,000元。該增長主要是由於平均售價增加約8.3%。平均售價上漲主要是因為高效肥料的銷售百分比比較高以及鉀和磷酸鹽等原材料成本普遍上漲所致。

METHANOL

Revenue derived from the sales of methanol decreased by approximately RMB217 million or 83% from approximately RMB261 million for 1H2018 to approximately RMB44 million for 1H2019, as the Group chose to further process methanol products into DME products, which have higher profit margin, leading to the substantial decrease in the sales volume of methanol to external parties by approximately 79% YoY for 1H2019. In addition, the average selling price of methanol for 1H2019 decreased by approximately 18% YoY, which was in line with the overall price decline in petrochemicals products.

MELAMINE

Revenue derived from the sales of melamine increased by approximately RMB131 million or 55% from approximately RMB237 million for 1H2018 to approximately RMB368 million for 1H2019 mainly due to the increase in sales volume by 101%. In July 2018, the Group's melamine project Phase II in Xinjiang Plant V with an annual production capacity of 60,000 tons successfully commenced operation, enabling the Group's total annual melamine production increase to 120,000 tons. The increase in sales volume was partially offset by the decrease in average selling price of melamine by approximately 23% YoY.

FURFURYL ALCOHOL

Revenue derived from the sales of furfuryl alcohol decreased by approximately RMB72 million or 26% from approximately RMB273 million for 1H2018 to approximately RMB201 million for 1H2019. The decrease was mainly due to the decrease in average selling prices of furfuryl alcohol by approximately 32% YoY as a result of the oversupply in the market and a decline in cost of the raw materials. This was partially offset by the increase in sales volume of approximately 11% YoY to approximately 22,000 tons for 1H2019.

甲醇

銷售甲醇產生的收入由二零一八年上半年的約人民幣261,000,000元減少約人民幣217,000,000元或83%至二零一九年上半年的約人民幣44,000,000元，因為本集團選擇將甲醇產品進一步加工成DME產品，導致二零一九年上半年對外部各方的甲醇銷量同比大幅下降約79%。此外，二零一九年上半年的甲醇平均售價同比下降約18%，與石化產品的整體價格下跌一致。

三聚氰胺

銷售三聚氰胺產生的收入由二零一八年上半年的約人民幣237,000,000元增加約人民幣131,000,000元或55%至二零一九年上半年的約人民幣368,000,000元，主要原因是銷量增加了101%。於二零一八年七月，本集團在新疆第五工廠的三聚氰胺項目二期成功投產，年產6萬噸，使本集團三聚氰胺年產量增加至12萬噸。銷量增長被三聚氰胺的平均售價同比下降約23%部分抵銷。

糠醇

銷售糠醇產生的收入由二零一八年上半年的約人民幣273,000,000元減少約人民幣72,000,000元或26%至二零一九年上半年的約人民幣201,000,000元。減少主要是由於市場供過於求及原材料成本下降導致糠醇平均售價同比下跌約32%所致。該減少被二零一九年上半年的銷量同比增長約11%至約2.2萬噸部分抵銷。

Management Discussion and Analysis

管理層討論與分析

DIMETHYL ETHER (DME)

Revenue derived from the sales of DME increased by approximately RMB65 million or 17% from approximately RMB393 million for 1H2018 to approximately RMB458 million for 1H2019. This was due mainly to the increase in sales volume and the annual production capacity of 200,000 tons from the Group's Phase II DME project in Xinxiang, Henan Province, which commenced operations in July 2018. This brought the Group's total DME annual capacity to 400,000 tons.

GROSS PROFIT MARGIN

Overall gross profit margin increased from approximately 23% in 1H2018 to approximately 23.3% in 1H2019 mainly due to the increase in the gross profit margins for urea and compound fertiliser while being partially offset by the decrease in the gross profit margins for methanol, furfuryl alcohol, melamine, liquid ammonia.

UREA

Gross profit margin of urea increased from approximately 30% in 1H2018 to approximately 32% in 1H2019 due mainly to the increase in average selling prices by approximately 4% resulted from the continuous increase in percentage of the Group's sales of high-efficiency fertilisers.

COMPOUND FERTILISER

Gross profit margin of compound fertiliser increased from approximately 12.9% in 1H2018 to approximately 14.9% in 1H2019. This was due to the increase in average selling price resulted from a higher percentage of high-efficiency fertilisers sold. Although raw material costs also increased during the period, the increase in average selling price was higher by 3 percentage points.

二甲醚 (DME)

銷售DME產生的收入由二零一八年上半年的約人民幣393,000,000元增長約人民幣65,000,000元或17%至二零一九年上半年的約人民幣458,000,000元。該增長主要是由於本集團於河南省新鄉的二期DME項目的銷量及年產能增加20萬噸，該項目於二零一八年七月開始運營。這使得本集團的DME年總產能達到40萬噸。

毛利率

整體毛利率由二零一八年上半年的約23%上升至二零一九年上半年的約23.3%，主要是由於尿素與復合肥的毛利率增加，但被甲醇、糠醇、三聚氰胺及液態氨的毛利率下降部分抵銷。

尿素

尿素的毛利率由二零一八年上半年約30%上升至二零一九年上半年約32%，乃主要由於本集團高效肥料銷售百分比持續增加導致平均售價增加約4%所致。

複合肥

複合肥的毛利率由二零一八年上半年的約12.9%上升至二零一九年上半年的約14.9%。這主要是由於所出售高效肥料的佔比增加推動平均售價上漲所致。儘管原材料成本在本期間也有所增加，但平均售價的漲幅提高了3個百分點。

METHANOL

Gross profit margin of methanol further decreased from approximately 13.8% in 1H2018 to approximately 4.3% in 1H2019 due to the overall price decline in petrochemicals products. During the period, the Group continue to process methanol products into DME products and maintained relationship with the most strategic customers only. Average selling price and cost of methanol decreased by approximately 18% and 9% respectively during the period.

MELAMINE

Gross profit margin of melamine decreased from approximately 54.5% in 1H2018 to approximately 37.8% in 1H2019. The decrease was mainly due to the decrease in average selling price of melamine by approximately 22.8% in 1H2019 and the increase in average cost of sales by approximately 5.6% as a result of higher coal prices.

FURFURYL ALCOHOL

Gross profit margin of furfuryl alcohol decreased from approximately 9.7% in 1H2018 to approximately 7.6% in 1H2019. This was due mainly to a decrease in the average selling price as a result of the declined demand in the market which is partially set off by decline in cost of the raw materials.

DIMETHYL ETHER (DME)

The gross profit margin for DME decreased from approximately 24.7% in 1H2018 to approximately 9.7% in 1H2019 as a result of decrease in average selling price by approximately 18.3% which is in line with the weakened international energy prices. The Group adjusted the product mix and maximised the capacity utilization rate of DME facilities based on the profitability between DME and methanol products considering that the gross profit margin of DME is 5% point higher than the gross profit margin of methanol products.

甲醇

甲醇的毛利率由二零一八年上半年的約13.8%下降至二零一九年上半年的約4.3%，因為石化產品價格整體下滑。期內，本集團繼續將甲醇產品加工成DME產品，並僅維持與最具戰略意義的客戶的關係。期內甲醇的平均售價及成本分別下降約18%及9%。

三聚氰胺

三聚氰胺的毛利率由二零一八年上半年的約54.5%下降至二零一九年上半年的約37.8%。下降主要是由於二零一九年上半年三聚氰胺的平均售價下跌約22.8%，以及平均銷售成本因煤價上漲而增加約5.6%。

糠醇

糠醇的毛利率由二零一八年上半年的約9.7%下降至二零一九年上半年的約7.6%。這主要是由於市場需求下降導致平均售價下跌所致，但被原材料成本下降所部分抵銷。

二甲醚 (DME)

DME的毛利率由二零一八年上半年的約24.7%下降至二零一九年上半年的約9.7%，因為平均售價下跌約18.3%，這與國際能源價格疲弱一致。鑒於DME的毛利率比甲醇產品的毛利率高出5個百分點，本集團根據DME與甲醇產品的盈利能力調整產品組合，並已最大化DME設施的產能利用率。

Management Discussion and Analysis

管理層討論與分析

OTHER INCOME/(EXPENSES), NET

Other income increased to approximately RMB32 million in 1H2019 from net expenses of approximately RMB61 million in 1H2018. This was due mainly to the impairment loss on property, plant and equipment, exchange losses and loss on disposal of items of property, plant and equipment by approximately RMB77 million, RMB7 million and RMB3 million respectively recorded in 1H2018. The impairment loss on assets was mainly derived from the Group's shut-down of its first production line and established a new advanced coal gasification production line in late 2018 in its industrial park in Henan. For 1H2019, other income mainly comprised of net income from sales of by-products, fair value changes, interest income, rental income and subsidy income of approximately RMB27 million, RMB19 million, RMB10 million, RMB7 million and RMB2 million respectively.

SELLING AND DISTRIBUTION EXPENSES

Selling and distribution expenses increased by approximately RMB61 million or 32% from approximately RMB191 million in 1H2018 to RMB252 million in 1H2019. This was due mainly to increase in transportation expenses and traveling and meal expenses by RMB49 million and RMB3 million respectively.

其他收入／(費用)，淨額

其他收入由二零一八年上半年的費用淨額約人民幣61,000,000元增加至二零一九年上半年的約人民幣32,000,000元。這主要是由於二零一八年上半年分別錄得物業、廠房及設備減值損失、匯兌虧損及出售物業、廠房及設備項目的虧損約人民幣77,000,000元、人民幣7,000,000元及人民幣3,000,000元。資產減值損失主要是因為本集團於二零一八年末關閉第一條生產線，同時在本集團於河南省的工業園區建設一條新的先進煤氣化生產線。二零一九年上半年，其他收入主要包括銷售副產品的淨收入、公平值變動、利息收入、租賃收入及補助收入分別約人民幣27,000,000元、人民幣19,000,000元、人民幣10,000,000元、人民幣7,000,000元及人民幣2,000,000元。

銷售及分銷開支

銷售及分銷開支由二零一八年上半年的約人民幣191,000,000元增加約人民幣61,000,000元或32%至二零一九年上半年的約人民幣252,000,000元。這主要是由於運輸費用及差旅與餐飲費用分別增加人民幣49,000,000元及人民幣3,000,000元。

GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses increased by approximately RMB101 million or 45% from approximately RMB224 million in 1H2018 to RMB325 million in 1H2019. The increase was mainly due to the increase in staff salaries by RMB11 million, depreciation by RMB8 million, consultation fees by RMB9 million, environmental safety expenses by RMB6 million, repair and maintenance expenses by RMB5 million, traveling expenses by RMB5 million, social security contribution by RMB5 million and social insurance by RMB5 million, research and development expenses by RMB4 million.

FINANCE COSTS

Finance costs increased by approximately RMB24 million or 15% from approximately RMB161 million in 1H2018 to RMB185 million in 1H2019, which was mainly due to the increase in amount of the Group's interest bearing borrowings.

INCOME TAX EXPENSE

Income tax expense increased by approximately RMB8 million or 13.6% from approximately RMB62 million in 1H2018 to RMB70 million in 1H2019.

PROFIT FOR THE PERIOD

The profit for the period decreased by approximately RMB44 million or 12.1% from approximately RMB361 million in 1H2018 to RMB317 million in 1H2019. This was mainly due to the increase in selling and distribution expenses, general and administration expenses, finance costs and income tax expenses by approximately RMB61 million, RMB101 million, RMB24 million and RMB8 million respectively. The increase in costs and expenses was partially offset by the increase in gross profit of approximately RMB58 million and other income of approximately RMB93 million.

一般及行政開支

一般及行政開支由二零一八年上半年的約人民幣224,000,000元增加約人民幣101,000,000元或45%至二零一九年上半年的約人民幣325,000,000元。增加的主要是由於員工工資、折舊、諮詢費、環境安全費、維修保養費用、差旅費、社會保障金、社會保險及研發費用分別增加約人民幣11,000,000元、人民幣8,000,000元、人民幣9,000,000元、人民幣6,000,000元、人民幣5,000,000元、人民幣5,000,000元、人民幣5,000,000元及人民幣4,000,000元。

財務成本

財務成本由二零一八年上半年的約人民幣161,000,000元增加約人民幣24,000,000元或15%至二零一九年上半年的約人民幣185,000,000元，主要是由於本集團的計息借款金額增加所致。

所得稅開支

所得稅開支由二零一八年上半年的約人民幣62,000,000元增加約人民幣8,000,000元或13.6%至二零一九年上半年的約人民幣70,000,000元。

期內溢利

期內溢利由二零一八年上半年的約人民幣361,000,000元減少約人民幣44,000,000元或12.1%至二零一九年上半年的約人民幣317,000,000元。這主要是由於銷售及分銷開支、一般及行政開支、財務成本及所得稅開支分別增加約人民幣61,000,000元、人民幣101,000,000元、人民幣24,000,000元及人民幣8,000,000元。成本及開支增加被毛利增加約人民幣58,000,000元及其他收入增加約人民幣93,000,000元部分抵銷。

Management Discussion and Analysis

管理層討論與分析

DEEMED DISPOSAL OF HENAN XLX

On 11 June 2019, the Company and Henan Xinlianxin Chemicals Group Co., Ltd* (河南心連心化學工業集團股份有限公司) (“**Henan XLX**”), a subsidiary then owned as to 87.86% by the Company, entered into investment agreements with each of 10 Investors and on 22 July 2019, with CCB Financial Asset Investment Company Limited* (建信金融資產投資有限公司) (“**CCB**”) (collectively, the “**Investment Agreements**”). Pursuant to the Investment Agreements, the 11 Investors (including CCB) agreed to subscribe for an aggregate of 1,896,355,000 shares in Henan XLX for RMB1,000 million. Completion of any one Investment Agreement is not conditional on the completion of the other Investment Agreements. As at 18 September 2019, Henan XLX has received an aggregate amount of RMB796,500,000 from the relevant Investors with respect to the issue of 1,845,480,000 shares. Completion will take place upon Henan XLX having updated with the local Administration for Industry and Commerce its latest shareholding whereby Henan XLX remains to be owned as to 78.37% by the Company. Details of the shareholding of the relevant Investors in Henan XLX are set out in the announcement of the Company dated 18 September 2019.

Further details on the transaction are set out in the Company's announcement and circular dated 11 June 2019 and 31 July 2019 in relation to the deemed disposal of Henan XLX.

視作出售河南心連心化學

於二零一九年六月十一日，本公司及河南心連心化學工業集團股份有限公司(「河南心連心化學」)(本公司當時擁有87.86%股權的附屬公司)與10位投資者各自訂立一份投資協議，並於二零一九年七月二十二日與建信金融資產投資有限公司(「建信」)訂立一份投資協議(統稱「投資協議」)。根據投資協議，11名投資者(包括建信)同意以人民幣10億元認購合計1,896,355,000股河南心連心化學的股份。任何一份投資協議的完成均不以其他投資協議的完成為條件。於二零一九年九月十八日，河南心連心化學已就發行1,845,480,000股股份向相關投資者收取總額人民幣796,500,000元。完成將於河南心連心化學向當地工商行政管理局更新其最新股權後作實，據此，河南心連心化學仍由本公司擁有78.37%的股權。有關投資者於河南心連心化學的股權詳情載於本公司日期為二零一九年九月十八日的公告。

有關交易的進一步詳情載於本公司於二零一九年六月十一日及二零一九年七月三十一日發出有關視作出售河南心連心化學的公告及通函。

(II) FINANCIAL REVIEW

GEARING

The Group monitors capital using a gearing ratio, which is net debt divided by the sum of total capital plus net debt. The Group's policy is to keep the gearing ratio below 90%.

		30 June 2019 二零一九年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2018 二零一八年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
Trade payables	貿易應付款項	309,655	282,825
Bills payable	應付票據	782,662	280,105
Contract liabilities	合約負債	337,878	689,951
Accruals and other payables	應計費用及其他應付款項	1,149,744	1,185,463
Amounts due to related companies	應付關連公司款項	8,444	21,052
Loan from a non-controlling interest	非控股權益貸款	75,500	75,500
Interest-bearing bank and other borrowings	計息銀行及其他借款	6,740,292	5,342,891
Bonds payable	應付債券	693,605	692,833
Lease liabilities	租賃負債	220,666	-
Less: Cash and cash equivalents	減：現金及現金等價物	(1,179,078)	(346,151)
Less: Pledged time deposits	減：已抵押定期存款	(1,027,500)	(258,839)
Net debt	負債淨額	8,111,868	7,965,630
Equity attributable to owners of the parent	母公司擁有人應佔權益	4,055,937	3,921,814
Less: Statutory reserve fund	減：法定儲備金	(84,498)	(45,753)
Total capital	總資本	3,971,439	3,876,061
Capital and net debt	資本和負債淨額	12,083,307	11,841,691
Gearing ratio	資產負債比率	67.13%	67.27%

Net debt includes interest-bearing bank and other borrowings, trade and bills payables, amounts due to related companies, accruals and other payables, bonds payable, contract liabilities, loan from a non-controlling interest and lease liabilities, less cash and cash equivalents and pledged time deposits. Capital includes equity attributable to owners of the Company less the statutory reserve fund.

(II) 財務回顧

資產負債比率

本集團使用資產負債比率(負債淨額除以總資本加負債淨額的總和)監控資本。本集團的政策是將資產負債比率維持在90%以下。

負債淨額包括計息銀行及其他借款、貿易應付款項及應付票據、應付關連公司款項、應計費用及其他應付款項、應付債券、合約負債、非控股權益貸款及租賃負債，減現金及現金等價物以及已抵押定期存款。資本包括本公司擁有人應佔權益減法定儲備金。



Management Discussion and Analysis

管理層討論與分析

(III) PROSPECTS

Recent economic environments both within and outside China have become increasingly complex and challenging, and international energy prices have been persistently weak. This contributed to the low prices of petrol chemical products such as methanol, DME and melamine. As we move into winter in the second half of the year, it will be the high season for demand for energy and energy related petrol chemical products.

Following urea industry's rapid market consolidation, the Group expects demand and supply of urea products to remain stable and hence may provide price support for urea in China. Chinese government's land reclamation policies have been steadily implemented in the country. This is expected to further propel modernisation of China's agriculture industry. The Group will take this opportunity to further develop product differentiation strategy, strengthen research and promotion of the high efficient fertiliser, improve our services to agriculture industry, and elevate the Group's competitiveness in the market.

Currently, the Group's relocation of the production facilities to the new industrial parks in Xinxiang Henan, and the building and installation of its Jiangxi production base are steadily progressing according to plans. Jiangxi production base is expected to complete and commence testing in the second half of next year. This will further strengthen the Group's economy of scale and cost competitiveness.

(III) 前景

近期中國國內及國外的經濟環境變得更加複雜及具有挑戰性，而國際能源價格持續疲軟。這導致甲醇、DME及三聚氰胺等汽油化工產品的價格下跌。隨著下半年進入冬季，對能源及能源相關的汽油化工產品的需求旺季將至。

隨著尿素行業的快速市場整合，本集團預計尿素產品的供需將保持穩定，從而為中國的尿素價格提供支持。中國政府的土地復墾政策在該國穩步實施。此舉預計將進一步推動中國農業產業的現代化。本集團將藉此機遇進一步發展產品差異化戰略，加強高效肥料的研究和推廣，改善對農業的服務，從而提升本集團的市場競爭力。

目前，本集團將生產設施搬遷至河南新鄉的新工業園區，而江西生產基地的建設與安裝正在按計劃穩步推進。預計江西生產基地將於明年下半年完成並開始試產。這將進一步增強本集團的規模經濟及成本競爭力。

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

As at 30 June 2019, 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

(IV) 董事及主要行政人員於股份的權益

於二零一九年六月三十日，本公司董事及主要行政人員於本公司的股份中擁有記載於按新加坡法例第50章公司法（「公司法」）第164條及香港法例第571章證券及期貨條例（「證券及期貨條例」）第352條由本公司存置的登記冊內的權益，或根據香港聯合交易所有限公司（「聯交所」）證券上市規則（「上市規則」）附錄十上市發行人董事進行證券交易的標準守則（「標準守則」）須知會本公司及聯交所的權益如下：

好倉

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			Approximate percentage [#] of the Company's issued share capital 約佔本公司已發行股本百分比 [#]
	Personal interests 個人權益	Corporate interests 公司權益	Total interests 總權益	
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 閻蘊華女士	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 2019.

[#] 該百分比指持有權益的已發行普通股數目除以本公司於二零一九年六月三十日的已發行股份數目。

Management Discussion and Analysis

管理層討論與分析

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 a total of 1,463 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.

Save as disclosed above, as at 30 June 2019, 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 shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), which has been recorded in the register maintained by the Company pursuant to Section 164 of the Companies Act and Section 352 of the SFO, or which has been notified to the Company and the SEHK pursuant to the Model Code.

附註：

- (a) 該等股份由 Pioneer Top Holdings Limited (「**Pioneer Top**」) (一間於英屬處女群島(「**英屬處女群島**」)成立之投資控股公司)持有。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(包括張慶金先生)信託持有 Pioneer Top 餘下 58% 股權。根據該信託協議，劉興旭先生獲不可撤回地授予權利，全權酌情行使 Pioneer Top 的投票權及其日常管理權。
- (b) 該等股份由 Go Power Investments Limited (「**Go Power**」) (一間於英屬處女群島成立之投資控股公司)持有。閻蘊華女士實益擁有 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合共 1,463 名受益人信託持有 Go Power 餘下 87.26% 股權。根據該信託協議，閻蘊華女士獲不可撤回地授予權利，全權酌情行使 Go Power 的投票權及其日常管理權。

除上述所披露者外，於二零一九年六月三十日，本公司董事、主要行政人員或彼等的聯繫人士概無於本公司或其任何相聯法團(定義見證券及期貨條例第 XV 部)的股份、相關股份或債券中擁有或被視為擁有記載於按公司法第 164 條及證券及期貨條例第 352 條須由本公司存置的登記冊內的權益或淡倉，或根據標準守則須知會本公司及聯交所的權益或淡倉。

(V) SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARES

As at 30 June 2019, the following parties had interests of 5% or more in the issued shares of the Company according to the register of interests required to be kept by the Company pursuant to Section 88 of the Companies Act and Section 336 of the SFO, or as the Company is aware:

LONG POSITIONS

Name of substantial shareholders 主要股東名稱	Capacity 身份	Number of issued ordinary shares interested 持有權益的已發行普通股數目	Approximate percentage [#] of the Company's issued share capital 約佔本公司已發行股本百分比 [#]
Pioneer Top (Note 附註(a))	Beneficial owner 實益擁有人	413,007,999	35.25%
Go Power (Note 附註(b))	Beneficial owner 實益擁有人	276,465,000	23.60%
Nitro Capital Limited ("Nitro") (Note 附註(c))	Beneficial owner 實益擁有人	112,640,000	9.61%
Primavera Capital (Cayman) Fund I L.P.	Interested of controlled corporation 受控法團權益	112,640,000	9.61%

[#] The percentage represents the number of issued ordinary shares interested divided by the number of the Company's issued shares as at 30 June 2019.

[#] 該百分比指持有權益的已發行普通股數目除以本公司於二零一九年六月三十日的已發行股份數目。

(V) 主要股東於股份的權益

於二零一九年六月三十日，按本公司根據公司法第88條及證券及期貨條例第336條須存置的權益登記冊，或據本公司所知，以下各方於本公司已發行股份擁有5%或以上的權益：

好倉

Management Discussion and Analysis

管理層討論與分析

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 and Chief Executive Officer; 7% for Mr. Li Yushun and 7% for Mr. Wang Nairen, the Company's senior management; 7% for Mr. Ru Zhengtao, 7% for Mr. Zhu Xingye (retired) and 7% for Mr. Shang Dewei, the Company's employees; and 16% for Mr. Li Buwen, the Company's former 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 a total of 1,463 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".
- (c) Nitro is an investment holding company established in the Cayman Islands and is a wholly-owned subsidiary of Primavera Capital (Cayman) Fund I L.P.

Save as disclosed above, as at 30 June 2019, 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 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兼首席執行官張慶金先生 (7%)；本公司的高級管理人員李玉順先生 (7%) 及王乃仁先生 (7%)；本公司的僱員茹正濤先生 (7%)、朱性業先生 (已退休) (7%) 及尚德偉先生 (7%)；以及本公司的前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。閻蘊華女士實益擁有 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合共 1,463 名受益人信託持有 Go Power 餘下 87.26% 股權。根據該信託協議，閻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」一節披露為閻蘊華女士的權益。
- (c) Nitro 為於開曼群島成立的投資控股公司及為春華資本集團 (開曼) 一號基金的全資附屬公司。

除上文所披露者外，於二零一九年六月三十日，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) SUPPLEMENTARY INFORMATION

1. OPERATIONAL AND FINANCIAL RISKS

(I) MARKET RISK

The major market risks of the Group include changes in the average selling prices of key products, changes in the costs of raw materials (mainly coal) and fluctuations in interest and exchange rates.

(II) COMMODITY PRICE RISK

The Group is also exposed to commodity price risk arising from fluctuations in product sale prices and costs of raw materials.

(III) INTEREST RATE RISK

The major market interest rate risk that the Group is exposed to includes the Group's long-term debt obligations which are subject to floating interest rates.

(IV) FOREIGN EXCHANGE RISK

The Group's revenue and costs are primarily denominated in RMB. Some costs may be denominated in Hong Kong dollars, United States dollars or Singapore dollars.

(V) INFLATION AND CURRENCY RISK

According to the data released by the National Bureau of Statistics of China, the consumer price index of the PRC increased by 2.2% in the six months ended 30 June 2019 as compared to an increase of 2.3% in the same period in 2018. Such inflation in the PRC did not have a significant impact on the Group's operating results.

(VI) 補充資料

1. 營運及財務風險

(I) 市場風險

本集團的主要市場風險包括主要產品平均售價變動、原材料(主要為煤)的成本變動及利率和匯率的波動。

(II) 商品價格風險

本集團亦面臨因產品售價及原材料成本波動而產生的商品價格風險。

(III) 利率風險

本集團承擔的主要市場利率風險包括本集團受浮動利率影響的長期債務承擔。

(IV) 外匯風險

本集團的收入及成本主要以人民幣計值。部分成本可能以港元、美元或新加坡元計值。

(V) 通脹及貨幣風險

根據中國國家統計局公佈的數據，中國的消費者物價指數於截至二零一九年六月三十日止六個月上漲2.2%，而二零一八年同期則上漲2.3%。中國的通脹對本集團的經營業績並無重大影響。

Management Discussion and Analysis

管理層討論與分析

(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 2019, approximately RMB3,279 million (31 December 2018: RMB2,774 million), or 31.19% (31 December 2018: 46%) 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。於二零一九年六月三十日，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3,279,000,000元(二零一八年十二月三十一日：人民幣2,774,000,000元)或31.19%(二零一八年十二月三十一日：46%)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 2018 and 2019. The gearing ratio of the Group as at 30 June 2019 (calculated as net debt divided by the sum of total capital plus net debt) was 67.13%, representing a decrease of 0.1 percentage point as compared to 31 December 2018.

2. CONTINGENT LIABILITIES

As at 30 June 2019, the Group had no material contingent liabilities (2018: Nil).

3. MATERIAL LITIGATION AND ARBITRATION

As at 30 June 2019, the Group was not involved in any material litigation or arbitration (2018: Nil).

4. 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 2019 have been reviewed by the Audit Committee.

(VII) 資產負債比率風險

本集團監控其資本比率，以支持其業務及最大化股東價值。本集團根據經濟狀況變動管理資本結構及就此作出調整。本集團可以透過籌集新債或發行新股以保持或調整資本結構。於二零一八年及二零一九年，管理資本的目標、政策或程序概無任何變動。於二零一九年六月三十日，本集團的資產負債比率(負債淨額除以總資本加負債淨額的總和)為67.13%，較二零一八年十二月三十一日下降0.1個百分點。

2. 或然負債

於二零一九年六月三十日，本集團並無任何重大或然負債(二零一八年：無)。

3. 重大訴訟及仲裁

於二零一九年六月三十日，本集團並未牽涉任何重大訴訟或仲裁(二零一八年：無)。

4. 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二零一九年六月三十日止六個月的中期業績。

Management Discussion and Analysis

管理層討論與分析

5. 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 2019.

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

The Board has adopted 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 2019, all directors have complied with the required standards of the Model Code.

7. 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 2019.

5. 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，並已於截至二零一九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。

6. 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，於截至二零一九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。

7. 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。於截至二零一九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。

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

For the six months ended 30 June 2019, neither the Company nor any of its subsidiaries have purchased, sold or redeemed any of the listed securities of the Company.

9. CHANGE IN INFORMATION OF DIRECTOR

Pursuant to Rule 13.51B(1) of the Listing Rules, the change in the information of director of the Company is set out below:

- Mr. Li Hongxing has been appointed as supervisor of Farasis Energy (Gan Zhou) Co., Ltd. (a company seeking to be listed on the STAR Market of the Shanghai Stock Exchange) with effect from 30 May 2019.

10. EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2019, there were 7,124 (2018: 5,965) 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.

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

This report is published on the website of the SEHK (<http://www.hkexnews.hk>) and on the website of the Company (<http://www.chinaxlx.com.hk>).

8. 購買、出售或贖回本公司證券

於截至二零一九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。

9. 董事資料變動

根據上市規則第13.51B(1)條，本公司董事資料變動如下：

- 李紅星先生已獲委任為孚能科技(贛州)股份有限公司(一家正申請於上海證券交易所科創板上市之公司)之監事，自二零一九年五月三十日生效。

10. 僱員及薪酬政策

於二零一九年六月三十日，本集團有7,124名(二零一八年：5,965名)僱員。員工薪酬待遇乃經考慮市況及有關個人的表現後釐定，並可不時予以檢討。本集團亦提供其他員工福利，包括醫療保險及壽險，並根據合資格員工的表現及對本集團的貢獻，授出酌情獎勵花紅。

11. 於聯交所及本公司網站的披露

本報告在聯交所網站(<http://www.hkexnews.hk>)及本公司網站(<http://www.chinaxlx.com.hk>)刊發。

Management Discussion and Analysis

管理層討論與分析

12. CORPORATE COMMUNICATIONS

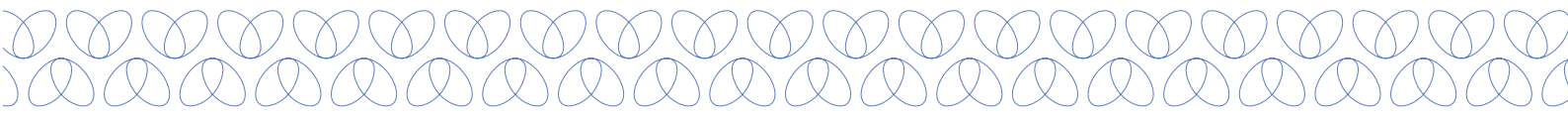
In accordance with the Listing Rules, the Company has ascertained shareholders' wishes regarding their preferences on the language (i.e. English and/or Chinese) and means of receipt (i.e. in printed form or via the Company's website) of the Company's corporate communications*. Shareholders who have chosen/are deemed to have chosen to receive the corporate communications via the Company's website, and who for any reason have difficulty in receiving or gaining access to the Company's corporate communications will promptly upon request be sent the corporate communications in printed form free of charge. Shareholders have the right at any time to change their choice of language and means of receipt of the Company's corporate communications.

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 notice in writing to the Company's branch share registrar and transfer office in Hong Kong, Tricor Investor Services Limited, at Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong. Shareholders may also send such a notice by email to chinaxlx-ecom@hk.tricorglobal.com.

12. 公司通訊

根據上市規則，本公司已確認股東對本公司的公司通訊*所選擇的語言版本（即英文及／或中文）及收取方式（即印刷本或通過本公司網站）的意向。股東如已選擇／被視為已選擇通過本公司網站接收公司通訊，及因任何原因難以接收或讀取本公司的公司通訊，將應要求立即獲免費寄送公司通訊的印刷本。股東有權隨時變更本公司的公司通訊的語言版本及收取方式的選擇。

股東可向本公司的香港股份登記及過戶分處卓佳證券登記有限公司（地址為香港皇后大道東183號合和中心54樓）寄發合理的預先書面通知，要求收取本公司的公司通訊印刷本，或變更本公司的公司通訊的語言版本及收取方式的選擇。股東亦可以電郵方式發送有關通知到 chinaxlx-ecom@hk.tricorglobal.com。



Shareholders who have chosen to receive the corporate communications in either the English or Chinese version will receive both English and Chinese versions of this interim report since both languages are bound together into one booklet.

The Company's corporate communications refer to any document issued or to be issued by the Company for the information or action of holders of any of its securities, including but not limited to: (a) annual report; (b) interim report; (c) notice of meeting; (d) listing document; (e) circular; and (f) form of proxy.

由於本中期報告的中英文版本印列於同一冊子內，股東如已選擇收取公司通訊的英文或中文版本，將同時收取兩個版本。

本公司的公司通訊指本公司已發出或將發出以供其任何證券持有人參考或採取行動的任何文件，包括但不限於：(a) 年報；(b) 中期報告；(c) 大會通告；(d) 上市文件；(e) 通函；及(f) 股東委任表格。

By Order of the Board
China XLX Fertiliser Ltd.
Yan Yunhua
Executive Director

承董事會命
中國心連心化肥有限公司
執行董事
閔蘊華

Condensed Consolidated Statement of Comprehensive Income

簡明綜合全面收益表 For the six months ended 30 June 2019 截至二零一九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	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
	Notes 附註		
REVENUE	收入	4	4,796,494
Cost of sales	銷售成本		(3,678,653)
Gross profit	毛利		1,117,841
Other income/(expense), net	其他收入/(費用)·淨額	4	31,896
Selling and distribution expenses	銷售及分銷開支		(251,991)
General and administrative expenses	一般及行政開支		(324,902)
Finance costs	財務成本	5	(184,974)
PROFIT BEFORE TAX	除稅前溢利	6	387,870
Income tax expense	所得稅開支	7	(70,410)
PROFIT FOR THE PERIOD	期內溢利		317,460
OTHER COMPREHENSIVE INCOME	其他全面收入		
Financial assets at fair value through other comprehensive income	按公平值計入其他全面收入的金融資產		
Change in fair value	公平值變動		1,657
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	期內其他全面收入(扣除稅項)		1,657
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	期內全面收入總額		319,117
Profit attributable to:	應佔溢利：		
Owners of the parent	母公司擁有人		251,612
Non-controlling interests	非控股權益		65,848
			317,460
Total comprehensive income attributable to:	應佔全面收入總額：		
Owners of the parent	母公司擁有人		253,269
Non-controlling interests	非控股權益		65,848
			319,117
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	本公司普通股權益擁有人應佔每股盈利		
Basic and diluted (RMB cents per share)	基本及攤薄(每股人民幣分)	9	21.48
			28.87

Details of the dividend paid for the period are disclosed in note 8 to the financial statements.

期內已付股息詳情披露於財務報表附註8。

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表 30 June 2019 二零一九年六月三十日

		Notes 附註	30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 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	9,295,364	9,000,522
Prepaid land lease payments and other intangible assets	預付土地租賃款項及其 他無形資產	10	50,187	630,606
Goodwill	商譽		29,001	29,001
Coal mining rights	煤礦開採權	10	88,172	88,172
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		96,283	83,322
Prepayments for purchases of items of plant and equipment	購置廠房及設備項目的 預付款項	11	662,782	489,348
Pledged time deposits	已抵押定期存款	15	107,000	110,289
Prepayments to related companies	預付關連公司款項		30,743	25,635
Right of use asset	使用權資產		1,126,740	-
Other assets	其他資產		131,558	114,318
Investment in joint venture	於合營企業投資		5,250	-
Investment in an associate	於聯營公司投資		-	95,157
Total non-current assets	非流動資產總額		11,629,788	10,673,078
CURRENT ASSETS	流動資產			
Equity investments at fair value through profit or loss	按公平值計入損益的股 權投資	12	95,257	37,178
Due from related companies	應收關連公司款項		833	30,384
Inventories	存貨	13	839,249	1,066,853
Derivative financial instruments	衍生金融工具		-	17,719
Trade and bills receivables	貿易應收款項及 應收票據	14	402,624	331,131
Prepayments	預付款項	11	359,203	552,404
Deposits and other receivables	按金及其他應收款項		398,788	431,385
Income tax recoverable	可收回所得稅		458	7,022
Other assets	其他資產		13,441	13,441
Pledged time deposits	已抵押定期存款	15	920,500	148,550
Cash and cash equivalents	現金及現金等價物	15	1,179,078	346,151
Total current assets	流動資產總額		4,209,431	2,982,218

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表 30 June 2019 二零一九年六月三十日

			30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
	Notes 附註			
CURRENT LIABILITIES		流動負債		
Due to related companies		應付關連公司款項	8,444	21,052
Trade payables	16	貿易應付款項	309,655	282,825
Bills payable		應付票據	782,662	280,105
Contract liabilities		合約負債	337,878	689,951
Accruals and other payables		應計費用及其他應付款項	1,149,744	1,161,845
Income tax payable		應付所得稅	33,653	20,835
Deferred grants		遞延補貼	6,353	5,443
Derivative financial instruments		衍生金融工具	921	-
Loans from a non-controlling interest		非控股股東貸款	50,500	50,500
Interest-bearing bank and other borrowings	17	計息銀行及其他借款	3,279,320	2,774,452
Lease liabilities		租賃負債	102,102	-
Total current liabilities		流動負債總額	6,061,232	5,287,008
NET CURRENT LIABILITIES		流動負債淨額	(1,851,801)	(2,304,790)
TOTAL ASSETS LESS CURRENT LIABILITIES		總資產減流動負債	9,777,987	8,368,288
NON-CURRENT LIABILITIES		非流動負債		
Loan from a non-controlling interest		控制權益貸款	25,000	25,000
Interest-bearing bank and other borrowings	17	計息銀行及其他借款	3,460,972	2,568,439
Deferred grants		遞延補貼	93,787	90,190
Deferred tax liabilities		遞延稅項負債	32,809	31,573
Provision for rehabilitation		恢復撥備	23,836	23,836
Accruals and other payables		應計費用及其他應付款項	-	23,618
Lease liabilities		租賃負債	118,564	-
Bonds payable		應付債券	693,605	692,833
Total non-current liabilities		非流動負債總額	4,448,573	3,455,489
NET ASSETS		淨資產	5,329,414	4,912,799

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表 30 June 2019 二零一九年六月三十日

		Notes 附註	30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
EQUITY	權益			
Equity attributable to owners of the parent	母公司擁有人應佔權益			
Share capital	股本		1,194,686	1,194,686
Statutory reserve fund	法定儲備金		84,498	45,753
Special reserve	特定儲備		10,247	2,433
Other reserve	其他儲備		2,060,422	2,060,422
Fair value adjustment reserve	公平值調整儲備		1,657	-
Retained profits	保留溢利		704,427	618,520
			4,055,937	3,921,814
Non-controlling interests	非控股權益		1,273,477	990,985
Total equity	總權益		5,329,414	4,912,799

Condensed Consolidated Statement of Changes in Equity

簡明綜合權益變動表 For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

GROUP

本集團

		Share capital	Statutory reserve fund	Other reserve	Special reserve-fund	Fair value adjustment reserve	Retained profits	Non-controlling interests	Total equity
		股本	法定儲備金	其他儲備	特定儲備金	公平值調整儲備	保留溢利	非控股權益	總權益
		RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元
(Unaudited)	(未經審核)								
As at 1 January 2019	於二零一九年一月一日	1,194,686	45,753	2,060,422	2,433	-	618,520	990,985	4,912,799
Profit for the period	期內溢利	-	-	-	-	-	251,612	65,848	317,460
Acquisition of subsidiaries	收購附屬公司	-	-	-	-	-	-	250,930	250,930
Transfer to statutory reserve fund	轉撥至法定儲備金	-	38,745	-	-	-	(38,745)	-	-
Safety product cost	保障產品成本	-	-	-	7,814	-	(7,814)	-	-
Other comprehensive income for the period	期內其他全面收入	-	-	-	-	1,657	-	-	1,657
Payment of final 2018 dividend	已付二零一八年末期股息	-	-	-	-	-	-	(34,286)	(34,286)
2018 proposed dividend	二零一八年建議股息	-	-	-	-	-	(119,146)	-	(119,146)
As at 30 June 2019	於二零一九年六月三十日	1,194,686	84,498	2,060,422	10,247	1,657	704,427	1,273,477	5,329,414

		Share capital	Convertible	Fair value	Statutory	Retained	Non-	Total Equity
		股本	bonds	adjustment	reserve	profits	controlling	
		RMB'000	RMB'000	reserve	fund	RMB'000	interests	RMB'000
		人民幣千元	人民幣千元	公平值調	法定儲備金	保留溢利	非控股權益	總權益
				整儲備	RMB'000	RMB'000	RMB'000	RMB'000
				人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元
(Unaudited)	(未經審核)							
As at 1 January 2018	於二零一八年一月一日	872,579	322,436	(1,002)	327,793	1,844,869	283,279	3,649,954
Profit for the period	期內溢利	-	-	-	-	338,289	22,762	361,051
Other comprehensive income for the period:	期內其他全面收入：							
Change in fair value of an available-for-sale investment	可供出售投資之公平值變動	-	-	(1,022)	-	-	-	(1,022)
Total comprehensive income for the period	期內全面收入總額	-	-	(1,022)	-	338,289	22,762	360,029
Incorporation of subsidiary	註冊成立附屬公司	-	-	-	-	-	2,001	2,001
2017 final dividend declared	已宣派二零一七年末期股息	-	-	-	-	(85,500)	-	(85,500)
Interests on convertible bonds	可換股債券利息	-	2,702	-	-	(2,702)	-	-
As at 30 June 2018	於二零一八年六月三十日	872,579	325,138	(2,024)	327,793	2,094,956	308,042	3,926,484

Condensed Consolidated Statement of Cash Flows

簡明綜合現金流量表 For the six months ended 30 June 2019 截至二零一九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	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
	Notes 附註		
Cash flows from operating activities	經營活動現金流量		
Profit before tax	除稅前溢利	387,870	423,028
Adjustments for:	經調整：		
Finance costs	財務成本 5	184,974	160,987
Amortisation of other intangible assets	其他無形資產攤銷	2,898	2,721
Amortisation of rights of use assets	使用權資產攤銷 6	23,474	4,838
Amortisation of deferred grants	遞延補貼攤銷	(2,900)	-
Depreciation of items of property, plant and equipment	物業、廠房及設備項目折舊 6	290,201	295,265
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	5,128	3,417
Interest income	利息收入 6	(10,245)	(3,315)
Exchange gain from bank loans	銀行貸款匯兌收益	1,126	-
Investment income	投資收益	(24,938)	-
Impairment losses on trade and other receivables	貿易應收款項及其他應收款項減值虧損 4	11,620	-
Impairment losses on inventory	存貨減值虧損 4	1,063	-
Impairment of property, plant and equipment	物業、廠房及設備減值	-	76,500
Gain on fair value change of financial instrument through profits and loss	計入損益的金融工具的公平值變動收益 4	9,921	-
Gain on fair value change of derivative financial instrument	衍生金融工具的公平值變動收益 4	18,640	-
Operating cash flows before changes in working capital	未計及營運資金變動的經營現金流	898,832	963,441
Decrease/(increase) in inventories	存貨減少/(增加)	231,828	(40,186)
Increase in trade and bills receivables	貿易應收款項及應收票據增加	(104,444)	(77,761)
Decrease in deposits and prepayments	按金及預付款項減少	182,173	47,814
Decrease in other receivables	其他應收款項減少	51,255	7,115
Increase in pledged deposits	已抵押按金增加	(568,161)	-
Increase in right of use assets	使用權資產增加	(28,607)	-
Decrease in due from a related company	應收關連公司款項減少	29,551	2,260
(Decrease)/increase in amounts due to related companies	應付關連公司款項(減少)/增加	(12,608)	118
Increase in trade and bills payables	貿易應付款項及應付票據增加	474,032	69,023
(Decrease)/Increase in accruals and other payables	應計費用及其他應付款項(減少)/增加	(413,570)	(406,578)

Six months ended 30 June
截至六月三十日止六個月

	Notes 附註	2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (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	740,281	565,246
Government grants received	已收取政府補貼	2,000	-
Interest paid	已付利息	-	(160,987)
Interest received	已收利息	10,243	3,315
Tax paid	已付稅項	(68,876)	(61,977)
Net cash flows generated from operating activities	經營活動產生現金淨額	683,648	345,597
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	7,186	197,600
Proceeds from disposal of items land use	出售項目土地使用權所得款項	1,039	-
Purchases of items of property, plant and equipment	購置物業、廠房及設備項目	(966,500)	(608,145)
Purchases of items of other intangible assets	購置其他無形資產項目	(3,895)	-
Cash paid for purchasing subsidiaries	收購附屬公司所付現金	(13,432)	-
Decrease/(increase) in pledged time deposits	已抵押定期存款減少/(增加)	-	(123,234)
Purchase of financial instruments through profits and loss	購買計入損益的金融工具	(51,000)	-
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	64,500	-
Net cash flows used in investing activities	投資活動所用現金流量淨額	(962,102)	(533,779)
Cash flows from financing activities	融資活動現金流量		
Dividend paid on ordinary shares	已付普通股股息	(47,540)	(85,500)
Interest paid	已付利息	(157,782)	-
(Increase)/decrease in pledged deposits	已抵押按金(增加)/減少	(150,000)	-
Proceeds from loans and borrowings	貸款及借款所得款項	4,073,447	1,802,127
Repayments of loans and borrowings	償還貸款及借款	(2,606,744)	(1,564,724)
Net cash flows from financing activities	融資活動產生現金淨額	1,111,381	151,903
Net increase/(decrease) in cash and cash equivalents	現金及現金等價物增加/(減少)淨額	832,927	(36,279)
Cash and cash equivalents at beginning of year	年初現金及現金等價物	346,150	341,270
Cash and cash equivalents at the end of year	年末現金及現金等價物	1,179,077	304,991
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	1,179,077
			304,991

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

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 (Xiaoji Town), Henan Province, 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 urea, compound fertiliser, methanol, furfuryl alcohol, melamine, dimethyl ether, liquid ammonia and ammonia solution.

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.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted are consistent with those of the previous financial year except in the current financial period, the Company has adopted all the new and revised standards which are effective for annual financial periods beginning on or after 1 January 2019. The adoption of these standards did not have any material effect on the financial performance or position of the Group and the Company.

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」）河南省小冀鎮新鄉經濟開發區。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、糠醇、三聚氰胺、二甲醚、液態氨及氨溶液。

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 會計政策的變動及披露

所採用的會計政策與上一財政年度的會計政策一致，惟在本期間，本公司已採用所有新訂及經修訂準則，其於二零一九年一月一或之後開始的年度財政期間生效。採用該等準則對本集團及本公司的財務表現或狀況並無任何重大影響。

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (CONTINUED)

The impacts arising from the adoption of IFRS 16 Lease as at 1 January 2019 are as follows:

2.2 會計政策的變動及披露(續)

於二零一九年一月一日採納國際財務報告準則第16號租賃產生的影響如下：

		Increase/(decrease) 增加/(減少) RMB'000 人民幣千元 (Unaudited) (未經審核)
Assets	資產	
Increase in right-of-use assets	使用權資產增加	915,910
Decrease in property, plant and equipment	物業、廠房及設備減少	(293,090)
Decrease in prepaid land lease payments	預付土地租賃款項減少	(609,930)
Increase in total assets	總資產增加	12,890
Liabilities	負債	
Increase in lease liabilities	租賃負債增加	249,406
Decrease in interest-bearing bank and other borrowings	計息銀行及其他借款減少	(236,516)
Increase in total liabilities	總負債增加	12,890
Decrease in retained earnings	保留盈利減少	-

3. OPERATING SEGMENT INFORMATION

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

- Manufacturing and sale of urea
- 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)

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 expenses, selling and distribution expenses, general and administrative expenses, finance costs and income tax expense.

3. 經營分部資料

就管理而言，本集團按其產品劃分為業務單位，並擁有以下六個可申報經營分部：

- 尿素的生產及銷售
- 複合肥的生產及銷售
- 甲醇的生產及銷售
- 三聚氰胺的生產及銷售
- 糠醇的生產及銷售
- 二甲醚(DME)的生產及銷售

分配基準

分部業績包括分部直接應佔的項目及按合理基準所分配的項目。未分配項目主要包括其他收入、其他開支、銷售及分銷開支、一般及行政開支、財務成本以及所得稅開支。

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

3. OPERATING SEGMENT INFORMATION (CONTINUED)

ALLOCATION BASIS (CONTINUED)

Group assets and liabilities cannot be directly attributable to individual segments as it is impracticable to allocate them to the segments. Except for the assets and liabilities of the subsidiary acquired in 2011 which were not material for the purpose of segment reporting, assets of the Group are utilised interchangeably between different segments and there is no reasonable basis to allocate liabilities of the Group between the different segments. Accordingly, it is not meaningful to disclose assets, liabilities and capital expenditure by operating segments.

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

For the six months ended 30 June 2019

3. 經營分部資料(續)

分配基準(續)

本集團的資產及負債不能直接分配至個別分部，因將其分配至分部並不實際可行。除於二零一一年收購的附屬公司資產及負債(對分部申報而言並不重大)外，本集團的資產乃於不同分部之間交替使用，而且沒有合理基準將本集團的負債於不同分部之間分配。因此，按經營分部披露資產、負債及資本開支並無意義。

主要活動對本業績的貢獻之分析如下：

截至二零一九年六月三十日止六個月

		Urea 尿素 (Unaudited) RMB'000 人民幣千元	Compound fertiliser 複合肥 (Unaudited) RMB'000 人民幣千元	Methanol 甲醇 (Unaudited) RMB'000 人民幣千元	Melamine 三聚氰胺 (Unaudited) RMB'000 人民幣千元	Furfuryl alcohol 糠醇 (Unaudited) RMB'000 人民幣千元	Dimethyl ether 二甲醚 (Unaudited) RMB'000 人民幣千元	Others 其他 (Unaudited) RMB'000 人民幣千元	Total 總計 (Unaudited) RMB'000 人民幣千元
REVENUE	收入								
Sales to external customers	銷售給外部客戶	1,909,162	1,585,621	44,187	368,064	201,176	457,678	230,606	4,796,494
Intersegment sales	分部間銷售	-	-	-	-	-	-	-	-
Total revenue	總收入	1,909,162	1,585,621	44,187	368,064	201,176	457,178	230,606	4,796,494
Segment profit	分部溢利	608,967	236,209	1,908	139,038	15,222	44,333	72,164	1,117,841
Interest income	利息收入								10,245
Unallocated other incomes	未分配其他收益								21,651
Unallocated expenses	未分配開支								(576,893)
Finance costs	財務成本								(184,974)
Profit before tax	除稅前溢利								387,870
Income tax expense	所得稅開支								(70,410)
Profit for the period	期內溢利								317,460

3. OPERATING SEGMENT INFORMATION (CONTINUED)

ALLOCATION BASIS (CONTINUED)

For the six months ended 30 June 2018

	Urea 尿素 (Unaudited) RMB'000 人民幣千元	Compound fertiliser 複合肥 (Unaudited) RMB'000 人民幣千元	Methanol 甲醇 (Unaudited) RMB'000 人民幣千元	Melamine 三聚氰胺 (Unaudited) RMB'000 人民幣千元	Furfuryl alcohol 糠醇 (Unaudited) RMB'000 人民幣千元	Dimethyl ether 二甲醚 (Unaudited) RMB'000 人民幣千元	Others 其他 (Unaudited) RMB'000 人民幣千元	Total 總計 (Unaudited) RMB'000 人民幣千元
REVENUE	收入							
Sales to external customers	1,837,080	1,454,445	260,541	237,034	272,984	392,766	144,141	4,598,991
Intersegment sales	-	-	-	-	-	-	-	-
Total revenue	1,837,080	1,454,445	260,541	237,034	272,984	392,766	144,141	4,598,991
Segment profit	558,585	188,259	35,855	129,230	26,462	97,161	24,025	1,059,577
Interest income								3,315
Unallocated other expenses								(64,719)
Unallocated expenses								(414,158)
Finance costs								(160,987)
Profit before tax								423,028
Income tax expense								(61,977)
Profit for the period								361,051

3. 經營分部資料(續)

分配基準(續)

截至二零一八年六月三十日止六個月

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

Revenue, which is also the Group's turnover, represents the net invoiced value of goods sold, after deduction of relevant taxes and allowances for returns and trade discounts.

An analysis of the Group's revenue, other income and other expenses is as follows:

4. 收入及其他收入/(開支)，淨額

收入亦為本集團的營業額，指出售貨品並扣除相關稅項、退貨撥備及交易折扣後的淨發票價值。

本集團的收入、其他收入及其他開支分析如下：

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Revenue	收入		
Sale of goods	銷售貨品	4,796,494	4,598,991

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

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

4. 收入及其他收入／(開支)，淨額 (續)

Six months ended 30 June
截至六月三十日止六個月

		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Other income	其他收入		
Bank interest income	銀行利息收入	10,245	3,315
Net profit from sales of by-products	銷售副產品的純利	27,334	18,513
Service fee income from related parties	來自關連方的服務費收入	6,561	539
Penalty income	罰款收入	1,120	1,186
Subsidy income	補助收入	1,920	1,920
Investment income	投資收入	24,938	-
Compensation income	補償收入	5,893	-
Others	其他	4,080	793
		82,091	26,266
Other expenses	其他開支		
Loss on impairment of assets	資產減值損失	(12,683)	(76,500)
Loss on disposal of items of property, plant and equipment	出售物業、廠房及設備項目的虧損	(5,128)	(3,417)
Exchange loss, net	匯兌虧損，淨額	(1,776)	(7,112)
Loss on fair value change of derivative financial instrument	衍生金融工具公平值變動虧損	(18,640)	-
Loss on fair value change of equity investment	股權投資公平值變動虧損	(9,921)	-
Others	其他	(2,047)	(641)
		(50,195)	(87,670)
Other income/(expenses)	其他收入／(開支)	31,896	(61,404)

5. FINANCE COSTS

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (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	184,767	160,987
Interest on bank loans, overdrafts and other loans, wholly repayable after five years	須於五年後悉數償還的銀行貸款、銀行透支及其他貸款的利息	207	-
		184,974	160,987

6. PROFIT BEFORE TAX

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

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Cost of inventories sold	銷售存貨成本	3,678,653	3,539,414
Depreciation of property, plant and equipment	物業、廠房及設備折舊	290,201	295,265
Amortisation of prepaid land lease payments	預付土地租賃款項攤銷	6,942	4,838
Amortisation of coal mining rights	煤礦開採權攤銷	-	2,721
Depreciation of right-of-use assets	使用權資產折舊	23,474	-
Lease payment	租賃付款	26	1,319
Employee benefit expenses (including directors' remuneration):			
Salaries and bonuses	薪金及花紅	369,212	274,876
Contributions to defined contribution plans	定期供款計劃的已供款部分	43,833	36,203
Welfare expenses	福利開支	21,095	18,338
		434,140	329,417
Auditors' remuneration	核數師酬金	767	1,000
Loss on disposal of items of property, plant and equipment	出售物業、廠房及設備項目的虧損	5,128	3,417

5. 財務成本

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (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	184,767	160,987
Interest on bank loans, overdrafts and other loans, wholly repayable after five years	須於五年後悉數償還的銀行貸款、銀行透支及其他貸款的利息	207	-
		184,974	160,987

6. 除稅前溢利

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	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Cost of inventories sold	銷售存貨成本	3,678,653	3,539,414
Depreciation of property, plant and equipment	物業、廠房及設備折舊	290,201	295,265
Amortisation of prepaid land lease payments	預付土地租賃款項攤銷	6,942	4,838
Amortisation of coal mining rights	煤礦開採權攤銷	-	2,721
Depreciation of right-of-use assets	使用權資產折舊	23,474	-
Lease payment	租賃付款	26	1,319
Employee benefit expenses (including directors' remuneration):			
Salaries and bonuses	薪金及花紅	369,212	274,876
Contributions to defined contribution plans	定期供款計劃的已供款部分	43,833	36,203
Welfare expenses	福利開支	21,095	18,338
		434,140	329,417
Auditors' remuneration	核數師酬金	767	1,000
Loss on disposal of items of property, plant and equipment	出售物業、廠房及設備項目的虧損	5,128	3,417

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

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 2019 (six months ended 30 June 2018: 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% (2018: 25%). For the six months ended 30 June 2019, four 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 2019 and 2018 are:

7. 所得稅開支

本公司於新加坡註冊成立，於截至二零一九年六月三十日止六個月須按17%（截至二零一八年六月三十日止六個月：17%）的所得稅稅率繳納稅項。

於其他地方應課稅溢利的稅項按本集團經營所在的國家現行的稅率計算。

本公司位於中國內地的附屬公司須按25%（二零一八年：25%）的所得稅稅率繳納稅項。截至二零一九年六月三十日止六個月，四家附屬公司獲得高新技術企業獎，該獎項為該等附屬公司帶來低所得稅率15%的稅收優惠。

截至二零一九年及二零一八年六月三十日止六個月所得稅開支的主要組成為：

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Current – PRC	即期 – 中國		
Charge for the period	期間稅項	83,381	61,977
Deferred	遞延	(12,971)	–
Total tax charge for the period	期間稅項開支總額	70,410	61,977

8. DIVIDEND

Final dividend of RMB119,146,000 for the year ended 31 December 2018 (year ended 31 December 2017: RMB85,500,000) was proposed during the six months ended 30 June 2019.

The Company did not recommend or declare any interim dividend for the six months ended 30 June 2019 (six months ended 30 June 2018: Nil).

8. 股息

截至二零一八年十二月三十一日止年度的末期股息人民幣119,146,000元（截至二零一七年十二月三十一日止年度：人民幣85,500,000元）已於截至二零一九年六月三十日止六個月內宣派。

本公司並無就截至二零一九年六月三十日止六個月建議或宣派任何中期股息（截至二零一八年六月三十日止六個月：無）。

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

Earnings per share is calculated by dividing the Group's 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 2018: 1,171,621,000) ordinary shares (inclusive of mandatorily convertible instruments issued) outstanding during the period.

There were no potentially dilutive ordinary shares in existence during the six months ended 30 June 2019 and 2018 and therefore the diluted earnings per share amounts for those periods were the same as the basic earnings per share amounts.

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

During the period, payments for purchases of items of property, plant and equipment, land use rights and coal mining rights and proceeds from disposal of items of property, plant and equipment of the Group amounted to approximately RMB677,186,965 and RMB353,335,308 (six months ended 30 June 2018: RMB608,145,000 and RMB197,600,000), respectively.

11. PREPAYMENTS

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
NON-CURRENT	非即期		
Prepayments:	預付款項：		
Prepayments for purchases of items of property, plant and equipment	購買物業、廠房及設備項目的預付款項	662,782	489,348
CURRENT	即期		
Prepayments:	預付款項：		
Advanced deposits to suppliers	預付供應商的按金	359,203	530,686
Current portion of prepaid land lease payments	預付土地租賃款項的即期部分	-	17,753
Other prepayments	其他預付款項	-	3,965
		359,203	552,404

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（截至二零一八年六月三十日止六個月：1,171,621,000 股）計算得出。

於截至二零一九年及二零一八年六月三十日止六個月並無潛在攤薄普通股，因此該等期間的每股攤薄盈利金額與每股基本盈利金額相等。

10. 物業、廠房及設備、預付土地租賃款項及煤礦開採權

期內，本集團為購買物業、廠房及設備項目、土地使用權及煤礦開採權所支付的款項以及出售物業、廠房及設備項目所得款項分別為約人民幣 677,186,965 元及人民幣 353,335,308 元（截至二零一八年六月三十日止六個月：人民幣 608,145,000 元及人民幣 197,600,000 元）。

11. 預付款項

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

12. EQUITY INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

12. 按公平值計入損益的股權投資

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
NON-CURRENT	非即期		
Unlisted equity investment at fair value:	非上市股權投資，按公平值：		
PRC	中國	6,708	6,708
CURRENT	即期		
Listed equity investment, at fair value:	上市股權投資，按公平值：		
Singapore	新加坡	1,716	2,678
Hong Kong	香港	25,245	34,500
Other unlisted debt investment, at fair value:	其他非上市債務投資，按公平值：		
PRC	中國	68,296	—
		95,257	37,178

The above investment in equity securities have no fixed maturity or coupon rate.

以上於權益證券的投資無固定到期日或孳息率。

13. INVENTORIES

13. 存貨

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Raw materials	原材料	350,025	549,440
Parts and spares	部件及備用零件	132,663	116,035
Finished goods	製成品	356,561	401,378
		839,249	1,066,853

14. TRADE AND BILLS RECEIVABLES

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Trade receivables	貿易應收款項	201,384	96,899
Bills receivable	應收票據	201,240	234,232
		402,624	331,131

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 that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over these balances.

An aged analysis of the trade receivables as at the end of the reporting period, based on the invoice due date and net of provisions, is as follows:

14. 貿易應收款項及應收票據

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Trade receivables	貿易應收款項	201,384	96,899
Bills receivable	應收票據	201,240	234,232
		402,624	331,131

貿易應收款項為免息及一般於30至90日內清償。按其原有發票金額(即其於初步確認時的公平值)確認。本集團的應收票據為免息及一般於90至180日內清償。貿易應收款項及應收票據以人民幣計值。

本集團與其客戶的交易條款主要為預付款項，若干客戶或可取得信貸期。各客戶均設有信貸期上限。本集團尋求維持對其尚未到期的應收款項的嚴格控制，以減低信貸風險。逾期結餘會由高級管理層定期審閱。鑒於上文所述，及本集團的貿易應收款項分佈於大量分散的客戶，故並無重大集中的信貸風險。本集團並無就該等結餘持有任何抵押品或其他信貸保證。

貿易應收款項於申報期末的賬齡分析(根據發票到期日及已扣除撥備)如下：

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 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	88,689	62,991
1 to 3 months	1至3個月	74,933	21,630
3 to 6 months	3至6個月	15,093	6,120
6 to 12 months	6至12個月	17,188	2,149
Over 12 months	12個月以上	5,481	4,009
		201,384	96,899

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

15. CASH AND CASH EQUIVALENTS AND PLEDGED TIME DEPOSITS

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Fixed deposits	定期存款	1,027,500	258,839
Less: Pledged time deposits	減：已抵押定期存款	(1,027,500)	(258,839)
Cash at banks and on hand	銀行存款及現金	1,179,078	346,151
Cash and cash equivalents	現金及現金等價物	1,179,078	346,151

As at 30 June 2019, the cash and bank balances of the Group denominated in RMB amounted to RMB1,179,078,000 (31 December 2018: RMB337,267,000). 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.

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.

15. 現金及現金等價物以及已抵押定期存款

於二零一九年六月三十日，以人民幣計值的本集團現金及銀行結餘達到人民幣1,179,078,000元（二零一八年十二月三十一日：人民幣337,267,000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。

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 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 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	159,023	141,879
1 to 3 months	1至3個月	82,934	58,442
3 to 6 months	3至6個月	27,490	40,331
6 to 12 months	6至12個月	10,454	22,249
Over 12 months	12個月以上	29,754	19,924
		309,655	282,825

The trade payables are non-interest-bearing and are normally settled on terms of 30 to 90 days. Trade payables are denominated in RMB.

16. 貿易應付款項

貿易應付款項於申報期末的賬齡分析(根據發票日期)如下:

貿易應付款項為免息及一般於30至90日內清償。貿易應付款項以人民幣計值。

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

17. INTEREST-BEARING BANK AND OTHER BORROWINGS

17. 計息銀行及其他借款

		30 June 2016 二零一九年六月三十日			31 December 2018 二零一八年十二月三十一日		
		Contractual interest rate 合約利率	Maturity 到期日	RMB'000 人民幣千元 (Unaudited) (未經審核)	Contractual interest rate 合約利率	Maturity 到期日	RMB'000 人民幣千元 (Audited) (經審核)
CURRENT	即期						
Bank loans	銀行貸款						
- secured	- 有抵押	3.30% to 6.00% 3.30%至6.00%	2019 to 2020 二零一九年至 二零二零年	604,480	4.35% to 6.58% 4.35%至6.58%	2019 二零一九年	200,428
- unsecured	- 無抵押	4.75% to 6.53% 4.75%至6.53%	2019 to 2020 二零一九年至 二零二零年	2,534,551	4.00% to 6.00% 4.00%至6.00%	2019 二零一九年	2,481,797
Finance lease payables	應支付融資租賃			139,380		2019 二零一九年	92,227
Loan from the government	政府貸款		2020 二零二零年	909			-
				3,279,320			2,774,452
NON-CURRENT	非即期						
Bank loans	銀行貸款						
- secured	- 有抵押	5.00% to 6.00% 5.00%至6.00%	2020 二零二零年	28,820	-	-	-
- unsecured	- 無抵押	3.10% to 6.18% 3.10%至6.18%	2021 to 2026 二零二一年至 二零二六年	3,025,438	4.50% to 6.18% 4.50%至6.18%	2020 to 2022 二零二零年至 二零二二年	2,422,331
Loan from the government	政府貸款			-	Floating rate at 0.3% above the market prime lending rate 浮動利率0.3%加 市場最優惠借貸利率	2020 二零二零年	1,818
Finance lease payables	應支付融資租賃			406,714		2020 to 2021 二零二零年至 二零二一年	144,290
				3,460,972			2,568,439
				6,740,292			5,342,891

17. INTEREST-BEARING BANK AND OTHER BORROWINGS (CONTINUED)

17. 計息銀行及其他借款(續)

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 十二月三十一日 (Audited) (經審核) RMB'000 人民幣千元
Analysed into:	分析為：		
Bank loans repayable:	應償還銀行貸款：		
Within one year or on demand	於一年內或按要求	3,139,940	2,682,225
In the second year	於第二年	1,428,758	1,852,543
In the third to fifth years, inclusive	於第三至第五年 (包括首尾兩年)	1,447,220	569,788
Beyond five years	超過五年	178,280	-
		6,194,198	5,104,556
Loan from government in the second year	第二年政府貸款	—	1,818
Finance lease payables:	應支付融資租賃：		
Within one year or on demand	於一年內或按要求	139,380	92,227
In the second year	於第二年	206,962	99,782
In the third to fifth years, inclusive	於第三至第五年 (包括首尾兩年)	199,752	44,508
		546,094	236,517
		6,740,292	5,342,891

Notes:

- (a) The secured bank loans amounting to RMB60 million are secured by certain of the Group's items of property, plant and equipment.
- (b) The loan from the government bears interest at a floating rate of 0.30% (2018: 0.30%) above the market prime lending rate and is not due to be repaid within the next 12 months.

附註：

- (a) 有抵押銀行貸款為人民幣60,000,000元，以本集團的若干物業、廠房及設備項目抵押。
- (b) 政府貸款按0.30%(二零一八年：0.30%)的浮動利率加市場最優惠借貸利率計息，不需於未來12個月內償還。

The fair values of the Group's interest-bearing bank and other borrowings approximate to their carrying values.

本集團的計息銀行及其他借款的公平值與其賬面值相若。

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

18. MAJOR NON-CASH TRANSACTION - INTEREST CAPITALISATION

During the period under review, the Group did not capitalised interest expenses (2018: Nil) to property, plant and equipment.

19. CONTINGENT LIABILITIES

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

20. COMMITMENTS

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

18. 主要非現金交易 - 利息資本化

於回顧期間，本集團並無物業、廠房及設備的資本化利息開支（二零一八年：無）。

19. 或然負債

於申報期末，本集團並無任何重大或然負債。

20. 承擔

本集團於申報期末有以下資本及其他承擔：

		30 June 2019 二零一九年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2018 二零一八年 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	811,821	731,998
Plant and machinery	廠房及機器	2,003,775	1,951,351
Coal mines	煤礦	6,270	9,903
		2,821,866	2,693,252
Other commitments	其他承擔		
Purchases of raw materials	購買原材料	489,471	793,264

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	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (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#	202	112
Service fee income for provision of calibration and testing services to:	向以下公司提供調試服務的 服務費用收入：		
– Xinxiang Xinlianxin Chemical Equipment Co., Ltd.#	– 新鄉市心連心化工設備有限公司#	–	6
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#	19	–
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#	30,199	–
Purchase of raw materials and consumables from:	向以下公司購買原材料及 消耗品：		
– Xinxiang Xinlianxin Chemical Equipment Co., Ltd.#	– 新鄉市心連心化工設備有限公司#	–	26,221
Operating lease expenses to:	經營租約開支予：		
– Henan Xinlianxin Chemicals Group Co., Ltd.	– 河南心連心化工集團有限公司	1,120	1,120

These companies are subsidiaries of Henan Xinlianxin Chemicals Group Co., Ltd. (“Henan Chemicals”), which has 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。

Notes to the Condensed Consolidated Interim Financial Information

簡明綜合中期財務資料附註 30 June 2019 二零一九年六月三十日

21. RELATED PARTY TRANSACTIONS (CONTINUED)

(b) Compensation of directors and key management personnel of the Group:

		Six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Directors' fees	董事袍金	525	400
Salaries and bonuses	薪金及花紅	4,554	6,900
Contributions to defined contribution plans	定期供款計劃的已供款部分	122	122
Total compensation paid to key management personnel	支付予主要管理人員的薪酬總額	5,201	7,422

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 third quarter of the year.

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	
		2019 二零一九年 (Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元
Directors' fees	董事袍金	525	400
Salaries and bonuses	薪金及花紅	4,554	6,900
Contributions to defined contribution plans	定期供款計劃的已供款部分	122	122
Total compensation paid to key management personnel	支付予主要管理人員的薪酬總額	5,201	7,422

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，通常一年的第三季度為需求高峰期。



China XLX Fertiliser Ltd.
中國心連心^{*}化肥有限公司^{*}

(Incorporated in Singapore with limited liability)
(於新加坡註冊成立之有限公司)

Stock Code 股份代號：1866

^{*} For identification purpose only 僅供識別



This interim report is printed on FSC[™] Certified Paper. Pulps used are chlorine-free and acid-free. The FSC[™] logo identifies products which contain wood from responsible forest certified in accordance with the rules of the Forest Stewardship Council[®].