

China Lesso E manufactures piping Lesso is MidCap Index through the than 3 leader in It pro v building materials en v ironmental platform.

Currently, the bases in has established long-term strategic exclusi v e of comprehensi customers. As of piping types of home improv energy drainage, gas telecommunication, agriculture protection,

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Ì Ü

	Six months ended 30 June 截至6月30日止六個月	30 June 6月30日	31 December 12 Ü31 Ú1

MARKET OVERVIEW

In the first half of 2022, due to the resurgent pandemic in various regions, the PRC economy was confronted by three types of mounting pressure, namely those from weak domestic demand, rising production costs and decelerating economic growth. The decline at both the supply and demand sides led to a noticeable slowdown in the country's economic growth. At the same time, the PRC economy continued to face severe and complicated external conditions which also exerted increasing downward pressure. According to the National Bureau of Statistics, China's gross domestic product (GDP) for the first half of 2022 amounted to approximately RMB56.3 trillion, representing a year-on-year increase of 2.5%. While the overall economy continued to recover steadily, the quarterly growth decelerated significantly to an actual year-on-year growth of only 0.4% for the second quarter. This reflected unprecedented challenges that the PRC economy is facing.

It was against the backdrop of the severe business environment that the government policy of ensuring steady economic growth has been gaining importance. To stimulate economic development, various provincial and municipal governments proposed accelerating the construction of a new type of infrastructure at the National People's Congress and the Chinese People's Political Consultative Conference in early 2022, and clarified the focus and direction of that endeavour for the year. In the meantime, the introduction of "economic stabilisation policies" is conducive to restoring confidence in social and economic development and bolstering the flagging consumer sentiment. As local governments increased investment in infrastructure projects across the country, infrastructure construction and renewal projects were gaining momentum. The government also aims to stabilise the economy by stimulating domestic demand. All these are favourable conditions for business planning for the future. In fact, following the proposal on "starting investment in certain infrastructure projects moderately ahead of schedule" at the Central Economic Work Conference at the end of last year, the Political Bureau of the Central Committee also proposed at its meeting held at the end of April this year that an all-out effort be taken to step up infrastructure construction. This series of government policies have represented a signal to boost investment in infrastructure. Total investment in major infrastructure projects in the PRC is predicted to exceed RMB25 trillion in 2022. At present, construction of various infrastructure projects is in full swing, including those in such key areas as 5G base stations, data centres, industrial Internet of Things, rail transportation and ultra-high voltage electricity transmission. Furthermore, it is expected that a large number of projects of construction of light rail, airports and bridges will be started next year. It is believed that these favourable market conditions will bring a huge and stable demand to the piping industry and will thus help to sustain the industry's growth.

市場概況

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MARKET OVERVIEW (Continued)

The Chinese government has also regarded the policy of "stabilising the real estate sector" as key to "stabilising the economy". Taking their cue from the central government and various ministries and commissions which have frequently publicised their positive attitude towards the real state sector since the beginning of this year, local governments have fully implemented "city-specific policies" on the property sector, heralding an era of loose policies. As a result of the increasingly noticeable effect of the policies amid the waning pandemic, it is expected that the property market will gradually rebound from its nadir in the second half of the year on the back of the gradual release of the pent-up demand for housing. This will help restore stability to the development of the building materials and home improvement industry.

The goal of attaining "carbon emission peak" and "carbon neutrality" has presented a great opportunity to promote the comprehensive green transformation of China's economic and social development and thus to popularise extensively green production and green lifestyle. In pursuit of the dual goal of "carbon emission peak" and "carbon neutrality", the PRC government issued numerous favourable policies in the first half of 2022 to support the development of environmental and photovoltaic industries, laying a good foundation for the healthy and orderly development of such industries in the future.

BUSINESS OVERVIEW

In 2022, as a leading industrial conglomerate that supplies the global market with piping and building materials, China Lesso adhered to

市場概況(續)

房地產行業方面，「穩地產」對「穩經濟」十分重要。今年以來，中央和各部委頻繁釋放積極信號，各地全面落實因城施策，行業政策環境進入寬鬆週期。隨著疫情影響慢慢減弱以及政策效果持續顯現，預期下半年房地產市場景氣度能從底部逐步回升，購房需求逐漸釋放，有助建材家居行業回復穩定發展。

「碳達峰」和「碳中和」是推進中國經濟社會發展全面綠色轉型、廣泛形成綠色生產生活方式的重大機遇。2022 Ë j Ë d ¯ ˜ P A ™f z h d 7 • ï 1 Y S } * ; » A Õ 5 - ¿ ˆ • * 8 ï • d ‰J 8 ´ ë * 8 p Þ • ï • B h Y » ? f

業務概況

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業務概況(續)

收入按業務劃分

Six months ended 30 June	Revenue 收入 2022 RMB million	Revenue 收入 2021 RMB million	*Change*	% of total revenue 佔總收入% 2022	% of total revenue 佔總收入% 2021

BUSINESS OVERVIEW (Continued)

Despite the macroeconomic downturn, the resurgent pandemic conditions in the PRC and the continued volatility in the real estate sector, China Lesso's revenue increased slightly to RMB14,890

業務概況(續)

在宏觀經濟下行、國內疫情反覆、房企波動持續等背景下，中國聯塑收入仍按年微增至人民幣
148.90 ©€2021 Ë j Ë j [O Æ147.23 © f ã ; ‰[O Æ39.43 ©€2021 Ë j Ë j [O Æ 43.74 © •d ã ; ‰26.5%€2021 Ë j Ë j 29.7% •d ô _ õ l « õ j Ë ê · 2021 Ë K , ™ ® ...Y ÷ a ¿ Ø d þ * Ü / Æ J • • Œ' Š f

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õ S , « d l « ˜ ð ¹ ü ± Å Ã ® ; 2 Ë h { 9.1% [O Æ28.47 ©€2021 Ë j Ë j [O Æ31.33 © •d þ ð ¹ ü ± Å Ã ® ; Æ ‰19.1% €2021 Ë j Ë j21.3% • f ð ü Ã P ; 2 Ë h { 31.1% [O Æ15.58 ©€2021 Ë j Ë j [O Æ22.60 © •f ; — ‰8.7%€2021 Ë j Ë j 12.1% •f l ® ! ¹ Þ [Ð & P ; 2 Ë h { 28.6% [O Æ12.95 ©€2021 Ë j Ë j [O Æ18.14 © •f ; —h ^ Y ô a ª J _ õ l « Á Ò ® * 8 Ò Ð × d ¯ = _ ê e a ¿ Ø ¿ • U ø } 7 * ¬ ç * Ü] ¥ Ó l j º ø ¿ – D * ® ª = ª o ¿ Ó f Ê p ? l ® ; ‰[O Æ0.42 ©€2021 Ë j Ë j [O Æ0.59 © •f ¼ ç ü ‰16.5%€2021 Ë j Ë j21.3% • f

業務回顧與展望

塑料管道系統

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收入按地區劃分

Six months ended 30 June 截至6月30日止六個月		Revenue 收入 2022 RMB million 人民幣百萬元	Revenue 收入 2021 RMB million 人民幣百萬元	*Change 變動*	% of revenue 佔收入% 2022	% of revenue 佔收入% 2021
Southern China	6 Ì	6,312	6,580	*(4.1)%*	49.5%	52.3%
Other than Southern China	6 Ì ø . ®	5,930	5,670	*4.6%*	46.4%	45.1%
Outside China	• 7 ¤ .	521	324	*60.9%*	4.1%	2.6%
Total	<	12,763	12,574	*1.5%*	100.0%	100.0%

收入按產品應用劃分

Six months ended 30 June 截至6月30日止六個月		Revenue 收入 2022 RMB million 人民幣百萬元	Revenue 收入 2021 RMB million 人民幣百萬元	*Change 變動*	% of revenue 佔收入% 2022	% of revenue 佔收入% 2021
Water supply	6 å	4,978	4,866	*2.3%*	39.0%	38.7%
Drainage	° å	4,825	4,681	*3.1%*	37.8%	37.2%
Power supply and telecommunications	å					

業務回顧與展望(續)

塑料管道系統(續)

於報告期內，塑料管道系統業務表現平穩。塑料管道系統業務的收入按年微增至人民幣127.63 ©€2021 Ë j Ë j [O Æ125.74 © •d & l « < ×] Y85.7%€2021 Ë j Ë j85.4% • f

按產品物料劃分嬡染總

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BUSINESS REVIEW AND OUTLOOK (Continued)

PLA IC PIPING EM (C)

In the first half of the year, despite the significant increase in the cost of raw materials consumed by the Group, which was not fully offset by the increase in the selling price of the products, and the overall decline in sales volume, the Group continued to take advantage of its economies of scale to exercise active control over the costs of raw materials and manufacturing, with adjustments to the selling prices in a timely manner, so that its gross profit margin was kept at a reasonable and healthy level. The Group increased the average selling price of its plastic piping system by 6.8% year on year to RMB11,408 per tonne (1H 2021: RMB10,681 per tonne). The gross profit margin of its plastic piping system business was 26.4% (1H 2021: 29.7%).

As a leading enterprise in the industry, in addition to its ongoing efforts to strengthen smart manufacturing and actively integrate resources in the upstream and downstream of the entire value chain of the industry, China Lesso has comprehensively expanded its automated and smart production with a focus on investing in the construction of smart factories. In the first half of 2022, the Group achieved a further increase in its production capacity in line with its business development plan. The Group's annual designed capacity for manufacturing plastic piping systems expanded from 3.20 million tonnes at the end of 2021 to 3.22 million tonnes, and the capacity utilisation rate during the period reached 70.3%.

China Lesso always adheres to the green development philosophy so it promotes sustainable development through technological innovation. In response to the state's striving for the strategic dual goal of "carbon emission peak" and "carbon neutrality", the Group takes the initiative in building a comprehensive green manufacturing system focused on low energy consumption and high energy efficiency. Its subsidiary Guangdong Liansu Technology Industrial Co., Ltd. was successfully selected as the 2021 National Green Factory, fully demonstrating the government's recognition of China Lesso's effort to promote green development in the industry. Looking ahead, the Group will continue to invest in green practices and environmental protection, and adopt a series of measures, including green research designs and adoption of green production processes. In addition, the Group wishes to spearhead green development by setting an example for the whole industry. Furthermore, the Group's persistence in promoting sustainable development will add impetus to the country's green manufacturing and high-quality industrial development.

業務回顧與展望(續)

塑料管道系統(續)

上半年，儘管本集團耗用的原材料成本同比增幅較大，且產品售價的增幅未能完全覆蓋成本上漲以及整體銷量下滑，但本集團繼續發揮規模經濟效益，積極控制原材料和生產成本，並適時調整售價，使毛利率仍維持在合理和穩健水平。本集團塑料管道系統的平均售價按年上調6.8% Ê š [O Æ11,408 €2021 Ë j Ë j Ê š [O Æ 10,681 • d ç Ø M 8 û U 8 Y ã ; ‰26.4% €2021 Ë j Ë j29.7% • f

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業務回顧與展望(續)

(Continued)

業務回顧與展望(續)

塑料管道系統(續)

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BUSINESS REVIEW AND OUTLOOK (Continued)

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Considering the higher capital risks associated with private real estate companies as its customers, the Group proactively diversified its customer portfolio by shifting the focus of its business to the infrastructure projects which were mainly undertaken by the government and funded by state-owned capital. Meanwhile, the Group further strengthened the relationship with premium reaET u7 0 0 1apernmen5s4g (en-US)/MCID 1267 >>BDC BT /31 Tf

業務回顧與展望(續)

建材家居(續)

下半年，預計有利於房地產行業平穩健康發展的政策將繼續出台，房地產市場將逐步企穩恢復。本集

業務回顧與展望(續)

其他(續)

環保業務(續)

報告期內，本集團致力於較有優勢的傳統工業領域中，拓展行業龍頭或重要客戶的環保業務，包括成功取得國內飲料行業的龍頭企業為客戶，並簽訂了數個廢水處理工程項目合同。市政板塊方面則開發重點區域，繼續做好區域環境諮詢、設計服務，通過夯實本集團傳統優勢的核心業務，為未來業務的持續發展奠定基礎。

業務拓新方面則主要聚焦國家政策導向，結合區域業務重點發展水環境、水生態、土壤礦山治理、運營等領域的業務，為本集團未來的發展創造更佳條件。上半年，通過集團內部協同或外部合作，分別在流域水環境 — [Òï 9¿å ¤— nŸ ˆ åˆ #ï 9 _{ ° fd ÇüË‹ E› Y +‹ ÓÖfh ËdZ1ƒ 1A´ ° fd ô } 58dz eå/q¦ ” ; HÙ&šß9 f

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業務回顧與展望(續)

其他(續)

環保業務(續)

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BUSINESS REVIEW AND OUTLOOK (Continued)

O HE (C)

Supply Chain Service Platform Business (Continued)

The Group's current malls in four Southeast Asian countries, including Bangkok in Thailand, Tangerang in Indonesia, Yangon in Myanmar, and Phnom Penh in Cambodia, successively opened at the end of 2021, with a total new leasable area of approximately 80,000 square meters, which can generate stable income from leasing and management fees to the Group. The Group is confident that the supply chain service platform business will be developing steadily as the pandemic gradually ease and consumer confidence recovers. Looking ahead, the Group plans to further expand the distribution network in Southeast Asia after taking into account the business development, and seize the business opportunities by driving the long-term development of such business segment.

Photovoltaic Business

As an emerging key industry of strategic importance in the energy revolution, the photovoltaic industry has become a priority for countries which are building an internal circulation system for their supply chains. In the first half of 2022, China's photovoltaic industry as a whole achieved rapid growth in the context of the state's pursuit of the dual goal of "carbon emission peak" and "carbon neutrality" and of the clean energy gaining traction worldwide at a faster pace. Capitalising on the national strategy of attaining "carbon emission peak and carbon neutrality" and leveraging its own advantage of resources, China Lesso seized the opportunity to achieve green transformation. In early January this year, it announced the establishment of Guangdong Lesso Banhao New Energy Technology Group Co., Ltd. ("Lesso Banhao"), aiming to enter the photovoltaic industry and develop a new growth engine for the Group.

Lesso Banhao is an innovative enterprise integrating research, production, sales and after-sales services, with a focus on such areas as solar power technologies. The company takes an active part in adopting domestically and internationally advanced equipment, while constantly developing new technologies to provide industrial and commercial enterprises and household customers with premium building-integrated photovoltaics ("BIPV") materials and solar modules, as well as professional services including contract energy management, and the development, design, installation and sales of solar system power stations.

業務回顧與展望(續)

其他(續)

供應鏈服務平台業務(續)

本集團目前位於東南亞四國的商城，包括泰國曼谷、印尼唐格朗、緬甸仰光及柬埔寨金邊，已分別於2021 Ë Ë µ Ô ƒ š 8 d ¥ - # a # & Ò8 ¬ ; Ù ÷ d • ‰l « m 8 ¢ › Y a # ¿ M # l \ ×] f l « Þ ¦ Ð d ‡ 9 ¥ ‹ ¼ à q d j l k ¦ Ð « º d 6 Ð á ; (8 Z 6 ¢ › ª † f J 8 d l « Z 2 8 ï • ‹ 1 d Œ † S É š ß Ì - Y ± V c d ª e Ú d ª 8 Y —Ã ï • f

光伏業務

光伏產業作為能源革命中關鍵的戰略性新興產業之一，成為各國打造供應鏈內循環體系的焦點。2022 Ë j Ë d ¯ A : ¤ ¿ A • q f z Ï ï q Œ " ö Ž • U º Ð \ à { h d • 7 ˆ • * 8 < ¼ $ ÷ º # — f • 7 L ç m õ 7 • ˜ P A ™ + ¿ ¥ U ´ Ð d ª e ` 7 è Y Ú > d õ ¦ Ë1 Ü ‹ 1 Ó m ? L ç + ñ - • U Å ¦ « Þ " ® ! € ˜ L ç + ñ ™ Œ b † ˆ • * 8 d ‰ « š ï - Y # —Ï × f

L ç + ñ J S • « ¼ ï e [* e V / ~ / ‰ S Y ô - † 8 d Y ! õ Ä ¢ • ï e ¦ ” ï 9 f ® ! = Ï † 7 « . ‹ † £ ê d ” Ù ¼ ï - ¦ ” d ‰ ˆ † 8 e • ¬ Ò ª ´ / Y ˆ • S · € ˜ BIPV ™ • ¿ Ø ø ¿ Ä ¢ • ˆ • \ • * Ü d (d 6 ¥ • • U M # e Ä ¢ • û U e g š ï e £ e Ä ~ V / Y 8 f

BUSINESS REVIEW AND OUTLOOK (Continued)

O HE (C)

Photovoltaic Business (Continued)

China Lesso's extensive, nationwide network of distributors and its ample resources for research and development, production, assembly and construction will form a strong driving force behind the development of Lesso Banhao's photovoltaic business. Lesso Banhao intends to sell building-applied photovoltaics ("BAPV") solutions to existing customers, including industrial parks, hospitals and schools. In April this year, the first photovoltaic production line of Lesso Banhao started a trial run, marking a new stage of production on an industrial scale. In addition, the company has established a proven system and is signing contracts over orders for its products. Meanwhile, Lesso Banhao will invest in research and development with the aim of developing market-leading BIPV products and solutions, which are expected to be launched by the end of this year.

During the reporting period, Lesso Banhao fully capitalised on the market trend set by the state's strategy of attaining "carbon emission peak" and "carbon neutrality". It actively developed business partnerships, entering into strategic cooperation agreements with China Construction Fourth Engineering Division Corp. Ltd., China Construction Fifth Engineering Division Corp., Ltd., Power Construction Corporation of China, CLP Engineering Limited and HNAC Technology Co., Ltd. to jointly explore the photovoltaic market. The management expects the Company and its strategic partners to fully utilise their respective strengths to work with each other for mutual support, synergistic development and mutual benefits, so as to provide strong impetus to the restructuring of energy source and the green, low-carbon development.

Although the newly developed photovoltaic business is still at an early stage of development and contributes an insignificant percentage of the Group's revenue, the management expects that the photovoltaic business will continue to be supported by national policies and will embrace a bright future. Working in combination with the Group's existing businesses and sales channels in synergy, the photovoltaic business will add new impetus to the growth in the Group's revenue in the future.

業務回顧與展望(續)

其他(續)

光伏業務(續)

背靠中國聯塑在全國分佈廣泛的經銷商管道，以及在研發、生產、組裝、施工等方面的豐富資源，將成為聯塑班皓光伏發展的強大助力。聯塑班皓會向現有客戶銷售建築應用光伏(BAPV) Ô Ù é d ½ˆ 8 ä e < ë e ª ç f õ ¦ Ë4 Ü d / â ˆ • [* Þ M Ì * d z ¦ 9 L ç + ñ •] } • | * 8 · - I f ä . d ®! u Š ô S • Ó ž Y û d V / p ¯ 2 Œ ¦ • f • Û d L ç + ñ u 6 = ³] U † ¼ ï d Ë š ï 9 ï ‹ YBIPV * Ü q Ô Ù é d k , õ Ë µ ª 9 f

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財務狀況(續)

於報告期末，本集團的權益總額增至人民幣
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Y t â ¿ º â } 2021 Ë12 Ü31 Ú Y1.17
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SIGNIFICANT INVESTMENTS

IN E MEN IN A OCIA E

At the end of reporting period, the Group holds 26.2% equity interest in Xingfa Aluminium Holdings Limited ("Xingfa Aluminium") (Stock Code: 98). Xingfa Aluminium is one of the leading aluminium profile manufacturers in China. The Group considers Xingfa Aluminium not only serves as a valuable investment with sustainable returns, but also as a good strategic investment. With extensive experience in the business of construction materials and industrial materials, Xingfa Aluminium has established various kinds of sales channels and a diverse customer base. This may create long-term commercial synergies with the Group's businesses to broaden its sales channels and expand its customer base, and enrich the Group's comprehensive portfolio of products and services. This can facilitate the Group's business diversification and reinforce its market leadership. During the reporting period, Xingfa Aluminium recorded a revenue of RMB7,855 million, and profit attributable to the shareholders of Xingfa Aluminium was RMB308 million.

IN E MEN P OPE IE

At the end of the reporting period, the Group's investment properties were RMB8,692 million. Increase in investment properties was mainly attributable to the construction on certain investment properties under development during the reporting period.

Among these investment properties, the properties in Toronto, Canada, Long Island, US and Auburn district of Sydney are existing properties; the construction of first-phase projects in Thailand, Myanmar, Cambodia and Indonesia have completed; and other

重大投資

投資聯營公司

於報告期末，本集團持有興發鋁業控股有限公司(「興發鋁業」)(股份代號：98)26.2% Y ÆB f 3 ï Y 8 ‰• 7 ï ‹ Y è ¿ ¡ ¿ ˜ S d l « © ‰ 3 ï Y 8 ” J S ° ô ¿ 5 ƒ « Y Þ = ³ d u J l « † · + ³ Y Ú f _ õ 3 ï Y 8 ¯ ¿ ˆ 8 ¿ Ø 8 ¹ Þ . , ¾ d ª ä Š mY ” • Y V / ¬ 8 ¿ Ò Ê d ‰l « 8 ô ¿ —, Y 8 X • Ö Ð d S Ù & Ò ª l « Y V / ¬ 8 ¿ # Ò Ê d $ S Ù & m8 » Œ & Y * Ü ¿ \ ¥ d ª µ © · 8 ï • ¿ Þ ? i x l « ˜ 9 ï ¬ ® f õ S , « d 3 ï Y 8 } { ×] ‰[O Æ78.55 © d¼ $ å n õ 3 ï Y 8 p ˜ P ; ‰[O Æ3.08 © f

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重大投資(續)

金融投資

於報告期末，本集團分別持有長期及短期金融投資約人民幣20.42 ©€2021 Ë12 Ü31 Ú j [O Æ20.31 © • ¿ [O Æ6.96 ©€2021 Ë12 Ü31 Ú j [O ÆB.23 © •f ³ \ ¥ <46.2% Y j 9 p l Ç N€ _ õ(i) • 7 Y • ¢ t ¿ ç F 6 e · ˆ a Ø ˆ ¿ J 8 M# ®! i ¿(ii) õ Ò

AUDIT COMMITTEE

The audit committee of the Company has reviewed the accounting policies adopted by the Group and the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2022. Such condensed consolidated financial statements have not been audited but have been reviewed by the independent auditor of the Company, Ernst & Young, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

審核委員會

本公司審核委員會已審閱本集團所採納的會計政策及本集團截至2022 Ë6 Ü30 Ú ß ¬ H Ü Y J ¾ 2 è ü] ¥ Ì Œ f ü] ¥ Ì Œ J ¾ 2 è d (Š _ I ®! ù mè p ª Ä Q 6 ª + Ô ì ½ 0 ¥ 6 ª ® 6 o 1 Y 0 ¥ 2 a ‰ì _ Æ K2410 î ˜ _ ¼ Y ù mè p ª B • , Ì Ø 2 a ™† 2 a f

CORPORATE GOVERNANCE PRACTICES

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

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

企業管治常規

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

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

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

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

董事進行證券交易之標準守則

本公司已採納標準守則作為本公司董事進行證券交易之守則。經向董事特定查詢後，所有董事確認彼等於報告期內一直遵守標準守則所載之規定標準。標準守則亦適用於本公司其他特定之高級管理人員。

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

董事及行政總裁於股份、相關股份及債權證的權益及淡倉(續)

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(B) 於相聯法團股份的權益

Associated corporation 相聯法團	Name 姓名	Beneficial Owner 實益擁有人	Interests of controlled corporation 受控法團權益	Total 總數	Percentage of the registered capital of the associated corporation 佔相聯法團註冊資本的百分比
Jiangsu Yongbao Environmental Technology Co., Ltd.* 江蘇永葆環保科技股份有限公司	Zuo Manlun 左滿倫	3,840,000 (L)	–	3,840,000 (L)	4.80%[b]
	Luo Jianfeng 羅建峰	2,640,000 (L)	–	2,640,000 (L)	3.30%[b]
EDA Cloud Technology Holdings Limited 易達雲科技控股有限公司	Zuo Manlun 左滿倫	–	6,846 (L)[c]	6,846 (L)	3.00%
	Luo Jianfeng 羅建峰	–	6,846 (L)[c]	6,846 (L)	3.00%

Note:

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

(b) In December 2021, the company underwent changes in its registered capital structure resulting an increase of the registered capital to RMB80 million. No changes are made to the interests held by the respective directors during the reporting period.

(c) The director's interest represents the number of shares of the associated corporation to be purchased and acquired upon the director's exercise in full of the options granted by the shareholder of such associated corporation. On 19 April 2022, the director exercised in full of the options granted to him. Details of the Share Option Scheme are set out in note 28(A) to condensed consolidated financial statements.

附註：

(a) 字母「L」指該人士於該等證券的好倉。

(b) 於2021年12月，公司註冊資本結構發生變更，使註冊資本增至人民幣80,000,000元。於報告期內，相關董事所持權益概無變動。

(c) 該董事的權益指彼悉數行使從該相聯法團的股東獲授的期權後所購買和收購的該相聯法團股份數目。於2022年4月19日，董事悉數行使其獲授的購股權。購股權計劃的詳情載於簡明綜合財務報表附註28(A)。

Save as disclosed above, as at 30 June 2022, none of the directors or chief executive of the Company had any interests or short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations that was required to be recorded in the register pursuant to section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

除上文所披露者外，於2022年6月30日，本公司董事或行政總裁概無於本公司或其任何相聯法團的任何股份、相關股份及債權證中擁有任何根據證券及期貨條例第352條須於登記冊中記錄，或根據標準守則須通知本公司及聯交所的權益或淡倉。

INTERESTS AND SHORT POSITIONS OF OTHER SHAREHOLDERS PURSUANT TO SFO

As at 30 June 2022, the following persons (other than a director or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO:

根據證券及期貨條例其他股東的權益及淡倉

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Name of Shareholders 股東名稱	Capacity 身份	Number of issued ordinary shares held [(a)] 持有的已發行普通股數目[(a)]	Percentage of the issued share capital of the Company 佔本公司已發行股本的百分比
UBS Trustees (B.V.I.) Limited	Trustee ¦ Ä [	2,122,485,000 (L) [(b)]	68.41%
UBS Trustees (B.V.I.) Limited Xi Xi Development c ï •	Interests of controlled corporation a › , ÆB	2,122,485,000 (L) [(b)]	68.41%
New Fortune - , K	Beneficial owner ¼B ¹ Þ [	2,122,485,000 (L) [(b)]	68.41%

Note:

• W j

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

(a) ¿ N˜L ™8 [{ õ Ç N Y » Q f

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

(b) p …¼8 j Ö˜ è + ¿ A < R õ p … e´ ë p …¿ À ÆÇ Y ÆB ¿ ñ Q j(A) õ l ®! p …Y ÆB ™ S · • W(b) Ô Y • S l ®! p …ÆB f

Save as disclosed above, as at 30 June 2022, the directors of the Company were not aware of any person or corporation (other than the directors and chief executive of the Company) who had any interests or short positions in any shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO.

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PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the reporting period.

購買、出售或贖回上市證券

本公司或其任何附屬公司於報告期內概無購買、出售或贖回任何本公司的上市證券。

SHARE AWARD SCHEME

On 28 August 2018, the Company adopted a share award scheme (the "Scheme") to recognise the contributions by certain eligible persons to the Group and to offer suitable incentives to attract and retain targeted talent and personnel for the continual operation and future development of the Group. On 29 November 2018, a trust deed (the "Trust Deed") was entered into between the Company as settlor and Computershare Hong Kong Trustees Limited as trustee (the "Trustee") in relation to the establishment of a trust (the "Trust"). Pursuant to the rules of the Scheme, Shares will be purchased by the Trustee from the open market out of cash contributed by the Company, and shall not exceed HK$750 million and be held on trust for the selected participants until such Shares are vested with the relevant selected participants in accordance with the rules of the Scheme. The Scheme is a discretionary scheme of the Company and shall be subject to the administration of the Board and the Trustee in accordance with the rules of the Scheme and the Trust Deed. The Scheme will remain in force for a period of 10 years since the date of adoption of the Scheme. Early termination of the Scheme may be elected by the Board, provided that such termination shall not affect any subsisting rights of any selected participants. For details, please refer to the announcement made by the Company on 28 August 2018. Since the

股份獎勵計劃

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遵守及執行控股股東的不競爭承諾

概無本公司董事或主要股東或任何彼等各自的聯繫人從事任何與本集團業務競爭或可能競爭的業務。新富星(「控股股東」，為持有本公司已發行股本約68.41% Y ®! d l _¦ Ä ð ^ 5 Þ d þ ¦ Ä Y ô l [‰» L $ ‹ [d a B [< » L $ ‹ [¿ l • Ä •¿ » L $ ‹ [Š õ2010 Ë5 Ü14 Ú m ø l « ‰a B [Y ") F ð ½€˜ ") F ð ½ ™f

è + © ‰l ®! Ô ®v l « Þ ë B ") F ð ½Y £ D Š D - æ ") F Õ U Y Ö b f ù m¢ B è + Š 2 a ") F ð ½Y mÂ ‹ 1 f ì ½ › p p Y ½©L d ù m¢ B è + © ‰") F ð ½Š mÂ ¿ Þ Ö B f

DISCLOSURE PURSUANT TO RULES 13.18 AND 13.21 OF THE LISTING RULES

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

On 23 October 2019, a syndication and amendment agreement (the "Syndication and Amendment Agreement") in relation to the Facility Agreement I was entered into by, among others, the guarantor and the borrower. Subject to the terms and conditions of the Syndication and Amendment Agreement, the number of syndicate lenders will be increased and the total commitment under the facilities will be increased to the equivalent amount of US$1,100 million. Save for the aforesaid amendment and supplement, all other major terms of the Facility Agreement I remain in full force and effect.

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

根據上市規則第13.18條及第13.21條作出的披露

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根據上市規則第13.18條及第13.21條作出的披露(續)

(B) õ2021 Ë7 Ü15 Ú d l ®!€ * ‰Ä - [• ¿ l Œ • n ®!€ * ‰> › [•~ Õ r › [mS ° ´ …õ5.5 Õ ©€ l # ð µ ´ …õ7 Õ © d Ë ; ‰P q Õ • 8 ð ¹ J 0 ¥ Õ • 8 ð ¹ 1.40% Y P Æ Õ › , r › ¿ C ¦ r D ˜ D X D€˜ D X Dll ™f D X Dll ° h Y Q , Ú ‰ì) / ã \ …Ú ¿(ii) l • S ° › , D Y \ , ¼ …Ú€ ø 0 Ø k ‰_ •Î 48 H Ü … Ú d " ì ½ D X Dll Y â › ¿ â • † S É · —12 H Ü f

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CHANGE IN COMPOSITION OF BOARD COMMITTEE

Mr. Wong Luen Hei, the executive director of the Company, has ceased to be the chairman of the nomination committee of the Company ("Nomination Committee") but remains as a member of the Nomination Committee and Ms. Lu Jiandong, an Independent non-executive director of the Company, has replaced Mr. Wong Luen Hei as the chairlady of the Nomination Committee with effect from 30 August 2022.

Save for those disclosed above, there is no other information in respect of the directors of the Company required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

INTERIM DIVIDEND

The Board has resolved not to declare an interim dividend for the six months ended 30 June 2022 (1H2021: HK12 cents per share). A final dividend of HK26 cents per share was paid on Friday, 22 July 2022 in respect of the year ended 31 December 2021 to Shareholders.

董事委員會組成變更

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中期股息

董事會已議決不宣派截至2022 Ë6 Ü30 Ú ß ¬ H Ü ˜ • , p ¹€2021 Ë j Ë j Ê p12 ¥ •f l ®! Š õ2022 Ë7 Ü22 Ú€ K , ž •1 Ú 2021 Ë 12 Ü31 Ú ß Ë £ p | ù K , p ¹ Ê p26 ¥ f

To the board of directors of China Lesso Group Holdings Limited
(Incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 34 to 87, which comprise the condensed consolidated statement of financial position of China Lesso Group Holdings Limited (the "Company") and its subsidiaries (together, the "Group") as at 30 June 2022 and the related condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

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		Note • W	Six months ended 30 June 截至6月30日止六個月 2022 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 RMB'000 人民幣千元 (Unaudited) (未經審核)
REVENUE	收入	4	14,889,613	14,723,265
Cost of sales	V / Ól		(10,946,918)	(10,349,464)
Gross profit	ã ;		3,942,695	4,373,801
Other revenue, income and gains	l ü ×] e × B ¿ ; B	4	228,365	368,691
Selling and distribution expenses	V / ¿ ± V š Õ		(665,952)	(661,499)
Administrative expenses	A š Õ		(749,073)	(794,885)
Impairment losses on financial and contract assets	– D ¿ ¥ Ò * Y ¯ = f &		(103,679)	(88,075)
Other expenses	l ü š Õ		(894,876)	(804,860)
Finance costs	D Ól	5	(262,168)	(256,045)
Share of results of associates	± & L ®! 8 6		61,671	122,180
Share of result of a joint venture	± & S œ¥ †8 8 6		1,045	782
PROFIT BEFORE TAX	除稅前溢利	6	1,558,028	2,260,090
Income tax expense	Ô{ ü š Õ	7	(256,528)	(480,881)
PROFIT FOR THE PERIOD	期內溢利		1,301,500	1,779,209
OTHER COMPREHENSIVE INCOME	其他全面收益			
Items that may be reclassified subsequently to profit or loss:	l • - åó & B Y ° f j			
Changes in fair value of debt instruments at fair value through other comprehensive income, net of tax	2 ®ª =] l ü Œ& × B Y À ˆ H Y ®ª = € ü X •		(75,980)	1,187
Share of other comprehensive income of an associate, net of tax	± & S œL ®! Y l ü Œ& × B€ ü X •		(7,127)	3,891
Exchange differences on translation of foreign operations	± Q . Æ Œ* [Y Ò 3 ¨ X		(332,162)	(246,825)
			(415,269)	(241,747)
Items that will not be reclassified to profit or loss:	l ”6 - åó & B Y ° f j			
Changes in fair value of equity instruments at fair value through other comprehensive income				

Ò

	Note	Six months ended 30 June 截至6月30日止六個月 2022 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 RMB'000 人民幣千元 (Unaudited) (未經審核)
Profit for the period attributable to:			
Owners of the Company		1,295,174	1,814,284
Non-controlling interests		6,326	(35,075)
		1,301,500	1,779,209
Total comprehensive income for the period attributable to:			
Owners of the Company		681,432	1,666,229
Non-controlling interests		9,146	(65,226)
		690,578	1,601,003
EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY 本公司擁有人應佔每股盈利			
Basic and diluted	9	RMB0.42 人民幣0.42元	RMB0.59 [O Æ0.59 ©

		Note • W	30 June 6月30日 2022 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元 (Audited) (經審核)
NON-CURRENT ASSETS	非流動資產			
Property, plant and equipment	J 8 e @Ò ¿ £ ê	10	12,784,190	12,331,567
Right-of-use assets	4 \ Æ *	11	2,382,018	2,378,954
Investment properties	³ J 8	12	8,692,038	7,809,639
Deposits paid for the purchase of land, property, plant and equipment	…o z ® e J 8 e @Ò ¿ £ ê Ô Õ ù Y 2 –		1,188,909	1,043,250
Goodwill	‘		540,086	495,857
Other intangible assets	I ü Ì – *		529,415	547,836
Interests in associates	õ L ®! Y ÆB	13	2,193,508	2,618,990
Interest in a joint venture	õ S œ¥ † 8 Y ÆB		13,846	12,801
Other financial assets	I ü – D *	14	2,042,082	2,031,511
Loan receivables	Ð × > ›	15	67,100	86,400
Other non-current assets	I ü ¢ t *		407,183	385,376
Contract assets	¥ Ò *	17	40,732	39,980
Deferred tax assets	È · ü ° *		482,557	349,105
Total non-current assets	¢ t * < X		31,363,664	30,131,266
CURRENT ASSETS	流動資產			
Inventories	À ¬	16	6,661,456	6,881,329
Contract assets	¥ Ò *	17	600,191	576,901
Other financial assets	I ü – D *	14	695,711	822,696
Loan receivables	Ð × > ›	15	1,093,907	1,152,292
Trade and bills receivables	q ø Ð × › ° ¿ C ½	18	4,939,764	4,212,442
Prepayments, deposits and other receivables	k ù › e 2 – ¿ I ü Ð × › °	19	2,228,483	2,130,992
Cash and bank deposits	$ – ¿ Õ À ›	20	5,581,311	7,646,249
			21,800,823	23,422,901
Asset held for sale	5 * / *	21	–	929,022
Total current assets	t * < X		21,800,823	24,351,923

	Attributable to owners of the Company 本公司擁有人應佔													
	Share capital	Share premium	Shares held for share award scheme	Share option reserve	Statutory reserve (a)	Capital reserve (b)	Merger reserve	Hedging reserve	Employee defined benefit reserve	Fair value reserve	Exchange fluctuation reserve	Convertible loans equity reserve	Retained profits	Total

	Attributable to owners of the Company														
	Share capital	Share premium	Shares held for share award scheme	Share option reserve	Statutory reserve[a]	Capital reserve[b]	Merger reserve	Hedging reserve	Fair value reserve	Exchange fluctuation reserve	Convertible loans equity reserve	Retained profits	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2021	135,344	1,905,618	(85,440)	–	2,513,811	(65,726)	5,515	(1,269)	(187,478)	168,920	27,605	15,424,227	19,841,127	512,995	20,354,122
Profit for the period	–	–	–	–	–	–	–	–	–	–	–	1,814,284	1,814,284	(35,075)	1,779,209
Other comprehensive income for the period	–	–	–	–	–	–	–	5,288	59,810	(213,153)	–	–	(148,055)	(30,151)	(178,206)
Total comprehensive income for the period	–	–	–	–	–	–	–	5,288	59,810	(213,153)	–	1,814,284	1,666,229	(65,226)	1,601,003
Capital contributions from non-controlling interests	–	–	–	–	–	–	–	–	–	–	–	–	–	22,191	22,191
Non-controlling interests arising from business combination	–	–	–	–	–	–	–	–	–	–	–	–	–	143,488	143,488
Transfer of fair value reserve upon the disposal of equity instruments at FVTOCI									(32,233)	–	–	32,233	–	–	–
2020 final dividend declared (note 8)	–	–	–	–	–	–	–	–	–	–	–	(973,685)	(973,685)	–	(973,685)
Dividends recognised as distributions to non-controlling interests	–	–	–	–	–	–	–	–	–	–	–	–	–	(2,129)	(2,129)
Equity-settled share option arrangements (note 28(A))	–	–	–	2,687	–	–	–	–	–	–	–	–	2,687	–	2,687
Return of investment	–	–	–	–	–	–	–	–	–	–	–	–	–	(4,475)	(4,475)

		Note • W	Six months ended 30 June 截至6月30日止六個月 2022 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 RMB'000 人民幣千元 (Unaudited) (未經審核)
OPERATING ACTIVITIES	經營活動			
Profit before tax	ð ü Ã P ;		1,558,028	2,260,090
Adjustments for:	1 ø h ¢ ° * Æ j			
Interest income	; ¹ × B	4	(60,475)	(54,673)
Government grants released	Š a] Y A ´ þ ?		(10,668)	(2,756)
Gain on fair value changes of other financial liabilities	l ü – D À ® ª = ; B	4	(41,672)	(2,814)
Gain on early repayment of convertible loans	d Ø µ ” l p r › ; B	4	(3,726)	–
Investment income	³ × B	4	(14,277)	(2,566)
Gain on disposal of a subsidiary	/ S œ• n ®! Ô { ; B	4	(5,792)	–
Gain on termination of right-of-use assets	^ ß 4 \ Æ * Ô { ; B	4	(2,127)	(396)
Gain from a bargain purchase	D × …Ô { ; B	4	(30)	(463)
Interest expenses	; ¹ š Õ	5	262,168	256,045
Depreciation and amortisation	± ¿ Å V	6	1,027,254	616,616
Write-down of inventories to net realisable value, net	Û ¯ Ä ¬ $ = X	6	18,938	–
(Gain)/loss on disposal of items of other intangible assets and property, plant and equipment	/ l ü Ì – * q J 8 e @ Ò ¿ £ ê ° f Y€ ; B •J f &	6	(5,764)	7,106
Impairment of property, plant and equipment	J 8 e @ Ò ¿ £ ê ¯ =	6	–	21,720
Loss on fair value changes of investment properties	³ J 8 ® ª = f &	6	–	85,768
(Gain)/loss on disposal/deemed disposal of associates	/ J V * / L ®! € ; B •J f &	6	(5,270)	56,670
Fair value changes of financial instruments at FVTPL, net	2 ® ª =] & B Y – D ˆ H Y ® ª =			

	Note • W	Six months ended 30 June 截至6月30日止六個月 2022 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 RMB'000 人民幣千元 (Unaudited) (未經審核)
INVESTING ACTIVITIES	投資活動		
Purchases of items of property, plant and equipment		(1,325,793)	(1,715,357)
Proceeds from disposal of items of other intangible assets and property, plant and equipment		51,056	14,899
Proceeds from disposal of asset held for sale		933,829	–
Additions to right-of-use assets		(22,906)	

1. CORPORATE AND GROUP INFORMATION

The Company is a limited liability company incorporated in the Cayman Islands. The addresses of its registered office and principal place of business are disclosed in the section headed "Corporate Information" of this interim report.

The Group is principally engaged in the manufacture and sale of building materials and home improvement products; the provision of renovation and installation works, environmental engineering and other related services, logistics and other related services, financial services and property rental and other related services.

These condensed consolidated financial statements were approved and authorised for issue by the Board on 29 August 2022.

2.1 BASIS OF PREPARATION

These condensed consolidated financial statements of the Group for the six months ended 30 June 2022 have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Listing Rules and Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants. They have been prepared under the historical cost convention, except for investment properties, other financial assets, asset held for sale and other financial liabilities which have been measured at fair value. These condensed consolidated financial statements are presented in Renminbi and all values are rounded to the nearest thousand except when otherwise indicated.

1. 公司及集團資料

本公司為一間於開曼群島註冊成立的有限公司。其註冊辦事處及主要營業地點載於本中期報告「公司資料」部分。

本集團主要從事製造及銷售建材家居產品、提供裝修及安裝工程、環境工程及其他相關服務、物流及其他相關服務、金融服務和物業租賃及其他相關服務。

本簡明綜合財務報表於2022 Ë8 Ü29 Ú è + 6 - X ¿ ¬ Æ ï f

2.1 編製基準

本集團截至2022 Ë6 Ü30 Ú ß ¬ H Ü Y ü] ¥ Ì Œ W ì ½ j 9 • Æ • } 16 Y G \ Þ £ • › ¿ 0 ¥ 6 ª ® 6 Ô o 1 Y 0 ¥ 6 _ Æ K34 î ˜ • , Ì S ™ Ü ¡ f ı Ì Œ 2 Ý & Ó ı , Ü ¡ d " 2 ® ª = Ž Y ³ J 8 e ı ü – D * e 5 * / * ¿ ı ü – D À ð . f ı ü] ¥ Ì Œ W ø [O Æ O • d ð $ Þ 8 ü . d Ô Þ = i Æ ð Ÿ • Y w © p f

2.1 BASIS OF PREPARATION (Continued)

The accounting policies and basis of preparation used in the preparation of these condensed consolidated financial statements are the same as those used in the Group's annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of new and revised Hong Kong Financial Reporting Standards ("HKFRSs") (which also include Hong Kong Accounting Standards ("HKASs") and Interpretations) as disclosed in note 2.2 below.

These condensed consolidated financial statements do not include all information and disclosures required in the Group's annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2021.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

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

Amendment to HKFRS 16	Covid-19-Related Rent Concessions beyond 30 June 2021
Amendments to HKFRS 3	Reference to the Conceptual Framework
Amendments to HKAS 16	Property, Plant and Equipment: Proceeds before Intended Use
Amendments to HKAS 37	Onerous Contracts — Cost of Fulfilling a Contract
Annual Improvements to HKFRSs 2018–2020	Amendments to HKFRS 1, HKFRS 9, Illustrative Examples accompanying HKFRS 16, and HKAS 41

The application of these revised standards in the current period has had no material impact on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

2.1 編製基準(續)

本簡明綜合財務報表乃按與本集團截至 2021

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3. OPERATING SEGMENT INFORMATION (Continued)

3. 經營分部資料(續)

		Southern China 華南 RMB'000 人民幣千元	Southwestern China 西南 RMB'000 人民幣千元	Central China 華中 RMB'000 人民幣千元	Eastern China 華東 RMB'000 人民幣千元	Northern China 華北 RMB'000 人民幣千元	Northwestern China 西北 RMB'000 人民幣千元	Northeastern China 東北 RMB'000 人民幣千元	Outside China 中國境外 RMB'000 人民幣千元	Eliminations 抵銷 RMB'000 人民幣千元	Consolidated 綜合 RMB'000 人民幣千元
Six months ended 30 June 2022	截至2022年6月30日止六個月										
Segment revenue:	分部收入：										
Sale of goods	V / ¬ Ü	6,892,353	1,369,881	1,526,669	958,344	1,157,202	867,513	307,886	619,393	–	13,699,241
Contract revenue from renovation and installation works	L ¿ Ä ˆ û ¥ Ò ×]	408,293	14,842	31,232	103,270	9,602	2,446	323	14,612	–	584,620
Income from environmental engineering and other related services	¤ ˙ ü ¿ l ü ´ ë × B	63,507	192	3,032	55,982	335	791	69	20,000	–	143,908
Logistics and other related services	J t ¿ l ü ´ ë	140,843	679	3,172	122,667	15,191	105	16	56,146	–	338,819
Financial service income	– D × B	29,186	4,322	789	10,940	34	17	25	–	–	45,313
Property rental and other related services	J 8 a # ¿ l ü ´ ë	7,186	3	–	31	3	–	–	70,489	–	77,712
Revenue from external customers	. Å Ò ×]	7,541,368	1,389,919	1,564,894	1,251,234	1,182,367	870,872	308,319	780,640	–	14,889,613
Intersegment revenue	± Å Œ×]	2,368,133	208,183	228,381	164,072	307,541	137,357	92,837	667,424	(4,173,928)	–
Total	<	9,909,501	1,598,102	1,793,275	1,415,306	1,489,908	1,008,229	401,156	1,448,064	(4,173,928)	14,889,613
Segment results:	分部業績：	2,093,362	356,240	469,835	362,178	339,010	225,144	62,869	60,975	(26,918)	3,942,695
Reconciliations:	Á * j										
Interest income	; ¹ × B										60,475
Gain on fair value changes of other financial liabilities											

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3. 經營分部資料(續)

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8 ¥ ; þ * [Y ô Ä ‰[O Æ

4. REVENUE, OTHER REVENUE, INCOME AND GAINS

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Set out below is the disaggregation of the Group's revenue from contracts with customers and the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information:

4. 收入、其他收入、收益及利益

收入

以下載列本集團來自客戶合約的收入分拆及來自客戶合約的收入與分部資料所披露金額的對賬：

By revenue nature:

按收入性質劃分：

	Six months ended 30 June 2022 截至2022年6月30日止六個月			Six months ended 30 June 2021 截至2021 Ë6 Ü30 Ú ß ¬ H Ü		
	Goods transferred at a point in time 於某一時點轉讓的貨品 RMB'000 人民幣千元	Services transferred over time 隨時間推移轉讓的服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元	Goods transferred at a point in time 於某一時點轉讓的貨品 RMB'000 人民幣千元	Services transferred over time 隨時間推移轉讓的服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
Revenue from contracts with customers: 來自客戶合約的收入：						
Sale of goods V / ¬ Ü	13,699,241	–	13,699,241	13,816,689	–	13,816,689
Contract revenue from renovation and installation works L ¿ Ä						

4. **收入、**

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

4. 收入、其他收入、收益及利益(續)

O HE E! EN E, INCOME AND GAIN

其他收入、收益及利益

		Six months ended 30 June 截至6月30日止六個月	
		2022 RMB'000 人民幣千元	2021 RMB'000 人民幣千元
Bank interest income	Õ ; ¹ × B	58,700	52,927
Interest income from other loan receivables	l ü Ð × > › Y ; ¹ × B	668	–
Interest income from other financial assets	l ü – D * Y ; ¹ × B	1,107	1,746
Total interest income	; ¹ × B < X	60,475	54,673
Government grants and subsidies	A ´ þ ? ¿ þ h	39,667	35,469
Gain on fair value changes of financial instruments at FVTPL	2 ®ª =] & B Y – D ˆ H Y ®ª = ; B	–	205,307
Gain on fair value changes of other financial liabilities	l ü – D *àÀ Ô{ ª = ; B	41,672	2,814
Gain on early repayment of convertible loans	d Ø µ ” l p r › ; B	3,726	–
Investment income	³ × B	14,277	2,566
Gain on disposal of a subsidiary	/ S œ• n ®! Ô{ ; B	5,792	– –
Gain on disposal of an associatET EMC /Span <</MCID 6187 >>9ties			
	l á- Ðàl ®ü Ô ª Á '}ì²ÐC°		

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

6. PROFIT BEFORE TAX

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

6. 除稅前溢利

本集團的除稅前溢利乃經扣除／(計入)下列各項後達致：

	Six months ended 30 June 截至6月30日止六個月	
	2022 RMB'000 人民幣千元	2021 RMB'000 人民幣千元
Cost of inventories sold Š / À ¬ Ó l	10,012,100	9,777,403
Direct cost of renovation and installation works L ¿ Ä ˆ û \ Ÿ Ó l	542,693	471,732
Direct cost of environmental engineering and other related services ¤ ˆ û ¿ l ü ´ ë \ Ÿ Ó l	75,665	77,973
Direct cost of logistics and other related services J t ¿ l ü ´ ë \ Ÿ Ó l	272,510	–
Direct cost of financial services – D \ Ÿ Ó l	614	5,360
Direct cost of property rental and other related services J 8 a # ¿ l ü ´ ë \ Ÿ Ó l	24,398	16,996
Write-down of inventories to net realisable value, net Û ¯ À ¬ $ = X	18,938	–
Depreciation of property, plant and equipment J 8 e @ Ò ¿ £ ê ±	888,370	549,596
Depreciation of right-of-use assets 4 \ Æ * ±	106,003	52,345
Amortisation of other intangible assets l ü Ì – * Å V	32,881	14,675
Total depreciation and amortisation ± ¿ Å V < X	1,027,254	616,616
Research and development costs ¼ ï Ó l	597,131	603,281
(Gain)/loss on disposal of items of other intangible assets and property, plant and equipment / l ü Ì – * q J 8 e @ Ò ¿ £ ê ° f Y € ; B •J f &	(5,764)	7,106
Impairment of property, plant and equipment J 8 e @ Ò ¿ £ ê ¯ =	–	21,720
Loss on fair value changes of investment properties ³ J 8 ®ª = f &	–	85,768
(Gain)/loss on disposal/deemed disposal of associates / J V * / L ®! € ; B •J f &	(5,270)	56,670
Loss/(gain) on fair value changes of financial instruments at FVTPL 2 ®ª =] & B Y – D ˆ H Y ®ª = f & J€ ; B •	243,996	(205,307)
Gain on fair value changes of other financial liabilities l ü – D À ®ª = ; B	(41,672)	(2,814)
Gain from a bargain purchase D × …Ô { ; B	(30)	(463)
Equity-settled share option expense ø p l ù › ˜ …p Æš Õ	–	2,687
Impairment of loan receivables Ð × > › ¯ =	51,611	–
(Reversal of impairment)/impairment of contract assets, net ¥ Ò *€ ¯ = a « •J ¯ = X	(7,412)	2,337
Impairment of trade and bills receivables, net q ø Ð × › ° ¿ C ½ ¯ = X	47,856	84,372
Impairment of prepayments, net k ù › ¯ = X	–	1,448
Impairment of other receivables, net l ü Ð × › ° ¯ = X	11,624	1,366
Foreign exchanges differences, net Ò 3 ¨ . X	45,030	24,834

9. EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

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

9. 本公司擁有人應佔每股盈利

根據以下各項計算每股基本及攤薄盈利：

		Six months ended 30 June 截至6月30日止六個月	
		2022 RMB'000 人民幣千元	2021 RMB'000 人民幣千元
Earnings	**盈利**		
Profit attributable to owners of the Company used in the basic and diluted earnings per share calculation	Q Ê p ? l ¿ Å [®; Û \ Q Y l ®! ¹ Þ [Ð & P ;	1,295,174	1,814,284

		Number of Shares 股份數目 Six months ended 30 June 截至6月30日止六個月	
		2022	2021
Shares	**股份**		
Weighted average number of ordinary shares in issue	Š ï w · p Æ ; i p	3,102,418,400	3,102,418,400
Weighted average number of shares held for the share award scheme	p …¤ , ŒÔ 5 p … Æ ; i p	(22,991,000)	(22,991,000)
Adjusted weighted average number of ordinary shares of the Company in issue used in the basic and diluted earnings per share calculation	Q Ê p ? l ¿ Å [®; Û \ Q Y l ®! Š ï w · p ¾ Æ Æ ; i p	3,079,427,400	3,079,427,400

The Group had no potentially dilutive ordinary shares in issue during the six months ended 30 June 2022 and 2021, respectively.

本集團於截至2022 Ë ¿2021 Ë6 Ü30 Ú ß ¬ H Ü i Ì Š ï Y ' ¯ Å [w · p f

10. 物業、廠房及設備

期內，本集團購買物業、廠房及設備的總成本為人民幣1,365,073,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ,577,658,000 © •d …• (” < À @ 8 ¥ ; × …Y J 8 e @ Ò ¿ £ ê Y [O Æ2,783,000 ©€ Ú 2021 Ë 6 Ü30 Ú ß ¬ H Ü j [O Æ197,308,000 © •f ä . d l « 7 E < * & = [O Æ 4,870,000 © Y ³ J 8 J 8 e @ Ò ¿ £ ê € Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ 4,550,000 © •f , « d l « / J 8 e @ Ò ¿ £ ê Y < * & = ‰[O Æ45,292,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ 21,972,000 © •d …• ” < ª / S œ• n ®! þ ¯ Ç Y [O Æ1,649,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j Ì • f

11. 使用權資產

期內，本集團訂立若干使用租賃業權土地、廠房及樓宇、運輸工具及其他設備的新租賃協議。本集團添置使用權資產為人民幣121,584,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ153,287,000 © •d …• ” < À @ 8 ¥ ; { Y [O Æ19,944,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ23,748,000 © •f ä . d l « 7 E < * & = [O Æ390,000 © Y ³ J 8 4 \ Æ *€ Ú 2021 Ë6 Ü 30 Ú ß ¬ H Ü j [O Æ370,000 © •f , « d l « ^ ß 4 \ Æ * Y < * & = ‰[O Æ15,652,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ10,795,000 © •¿ ª / S œ• n ®! þ ¯ Ç Y [O Æ24,296,000 ©€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j Ì •f

12. INVESTMENT PROPERTIES

During the period, the additions of investment properties of the Group amounted to RMB717,555,000 (six months ended 30 June 2021: RMB416,004,000). In addition, the Group transferred investment properties with an aggregate net carrying amount of RMB4,870,000 and RMB390,000 to property, plant and equipment and right-of-use assets, respectively (six months ended 30 June 2021: RMB4,550,000 and RMB370,000). During the period, no fair value change was recognised on the relevant investment properties (six months ended 30 June 2021: fair value loss of RMB85,768,000).

12. 投資物業

期內，本集團添置投資物業人民幣717,555,000 Œ€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ 416,004,000 © •f ä . d l « ± 9 7 E < * & = [O Æ4,870,000 © ¿ [O Æ 390,000 © Y ³ J 8 J 8 e @ Ò ¿ £ ê q 4 \ Æ *€ Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j [O Æ4,550,000 © ¿ [O Æ370,000 © •f , « d (Ì 1 ´ ë Y ³ J 8 ½ © , ®ª = € Ú 2021 Ë6 Ü30 Ú ß ¬ H Ü j ®ª = f & [O Æ85,768,000 © f

13. INTERESTS IN ASSOCIATES

13. 於聯營公司的權益

	30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Share of net assets ± & * X	1,868,577	2,132,251
Goodwill on acquisitions × …* [Y ‘	324,931	486,739
	2,193,508	2,618,990

During the period, the Group acquired 40.00% and 30.00% equity interest in Guangdong Weisheng Lesso Technology Co., Ltd.* and Guangdong Lianwei Enterprise Management Co., Ltd.* from independent third parties at considerations of RMB40,000,000 and RMB30,000,000, respectively.

期內，本集團向獨立第三方分別收購廣東維生聯塑科技股份有限公司及廣東聯維企業管理有限公司40.00% ¿30.00% Y p Æd þ ± 9 ‰[O Æ40,000,000 © ¿ [O Æ30,000,000 © f

14. OTHER FINANCIAL ASSETS

14. 其他金融資產

		Note • W	30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Non-current	非流動			
Debt instruments at FVTOCI:	2 ®ª =] l ü Œ& × B Y À ˆ H j	(i)		
Debt securities listed in Hong Kong	õ 0 ¥ j 9 À Ç N		–	31,073
Debt securities listed in PRC	õ • 7 j 9 À Ç N		55,950	142,500
			55,950	173,573
Debt instruments at FVTPL:	2 ®ª =] & B Y À ˆ H j			
Unlisted convertible loans	¢ j 9 l p r ›	(ii)	107,578	64,530

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15. LOAN RECEIVABLES 15. 應收借款

		30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Non-current	**非流動**		
Finance lease receivables	D a # Ð × › °	40,100	53,400
Factoring receivables	- # Ð × › °	27,000	33,000
		67,100	86,400
Current	**流動**		
Finance lease receivables	D a # Ð × › °	149,932	153,857
Factoring receivables	- # Ð × › °	1,446,610	1,471,059
Receivables from supply-chain financing services	6 Ð á D Ð × › °	86,000	64,400
		1,682,542	1,689,316
Less: Provision for impairment	¯ j ¯ = a ê	(588,635)	(537,024)
		1,093,907	1,152,292
		1,161,007	1,238,692

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	Minimum lease receivables 最低租賃服務應收款項		Present value of minimum lease receivables 最低租賃服務應收款項現值	
	30 June 6月30日	31 December 12 Ü31 Ú	30 June 6月30日	31 December

15. 應收借款(續)

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15. LOAN RECEIVABLES (Continued)

15. 應收借款(續)

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The Group's factoring receivables arise from the provision of factoring services to companies located in PRC. The credit period granted to each customer is generally within 365 days.

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Factoring receivables are secured by receivables and/or commercial bills originally owned by the customers. These receivables carry interest at rates ranging from 4.32% to 14.00% (31 December 2021: 6.00% to 14.00%) per annum.

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The maturity profile of the factoring receivables at the end of the reporting period is as follows:

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	30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
With a residual maturity of: q , " j		
Not more than 3 months ” µ õ3 H Ü	419,887	338,726
Over 3 months to 6 months 3 H Ü ø j 6 H Ü	374,916	196,652
Over 6 months to 12 months 6 H Ü ø j 12 H Ü	95,244	776,181
Over 12 months to 24 months 12 H Ü ø j 24 H Ü	27,000	33,000
Overdue Š C ,	556,563	159,500
	1,473,610	1,504,059

At the end of the reporting period, RMB496,293,000 (31 December 2021: RMB465,967,000) of the Group's factoring receivables was impaired.

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15. 應收借款(續)

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Đ × › ° 2 § ÷9.72% 18.00%
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16. INVENTORIES

16. 存貨

	30 June 6月30日 2022	31 December 12 Ü31 Ú

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17. CONTRACT ASSETS / CONTRACT LIABILITIES ¥

17. 合約資產／合約負債

本集團的合約資產指本集團於報告期末已完工但尚未向客戶就工程收取代價的權利。當該權利成為無條件時，即本集團基於與客戶協定的核證金額向客戶發出進度計費，合約資產將會轉移至貿易應收款項及票據。

於報告期末，人民幣13,375,000 ©€2021 Ë 12 Ü31 Ú j [O Æ20,787,000 © • ½ © ‰¥ Ò * k , ¦ r f & a ê f I « ~ ÒY q ø â › ¿ ¦ r A Þ £ õ ü] ¥ Ì Œ • W18 f

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18. TRADE AND BILLS RECEIVABLES

18. 貿易應收款項及票據

		30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Trade receivables	q ø Ð × › °	5,380,203	4,478,861
Bills receivable	Ð × C ½	859,882	997,629
Less: Provision for impairment	¯ j ¯ = a ê	(1,300,321)	(1,264,048)
		4,939,764	4,212,442

The Group's major customers are independent distributors, civil contractors, property developers, utility companies and municipalities in mainland China. Depending on the market condition, marketing tactics and relationships with the customers, the Group's trading terms with its independent distributors may change from settlement on an advance receipt basis to giving a credit period of generally one month

本集團的主要客戶為中國內地的獨立分銷商、土木工程承建商、房地產開發商、公用事業公司及市政部門。本集團視乎市況、市場策略及與客戶的關係，可將其與獨立分銷商的貿易條款由按預收方式結算更改為授予一般一個月或以上的信用期限(如適當)。本集團並無統一向非分銷商客戶授予標準的信用期限。個別非分銷商客戶的信用期限視乎個別情況而定，並在銷售合約中列明(如適當)。對小規模、新或短期客戶的銷售一般預期以預收方式或於交貨後短期內結算。本集團並無為小規模、新及短期客戶設立信用期限。

貿易應收款項及票據均為無抵押及免息。

18. TRADE AND BILLS RECEIVABLES (Continued)

18. 貿易應收款項及票據(續)

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

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

	30 June	31 December

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

19. 預付款、按金及其他

22. TRADE AND BILLS PAYABLES (Continued)

22. 貿易應付款項及票據(續)

An ageing analysis of the Group's trade and bills payables at the end of the reporting period, based on the invoice date, is as follows:

於報告期末，本集團的貿易應付款項及票據按發票日期的賬齡分析如下：

	30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Not more than 3 months ” µ õ3 H Ü	4,165,866	4,465,850
Over 3 months to 6 months 3 H Ü ø j 6 H Ü	2,655,021	2,558,088
Over 6 months to 12 months 6 H Ü ø j 12 H Ü	991,740	356,633
Over 1 year to 2 years 1 Ë ø j 2 Ë	127,164	96,590
Over 2 years to 3 years 2 Ë ø j 3 Ë	21,179	24,736
Over 3 years 3 Ë ø j	45,282	43,740
	8,006,252	7,545,637

The Group's trade payables include RMB224,675,000 (31 December 2021: Nil) due to suppliers that have signed up to a supply chain financing programme, under which the Group issues standard debt certificate based on the supplier's invoice. The suppliers can receive the payment on the basis of each debt certificate with the following two options: (i) to receive the payment in accordance with the originally agreed payment terms from the Group; or (ii) to receive an early payment that is lower than its value by discounting the debt to the participating bank. If option (ii) is selected, the Group's liability is assigned to be due to the participating bank rather than the supplier. The value of the debt by the Group remains unchanged and should be paid by the Group in accordance with the originally agreed payment terms. The Group assesses the arrangement against those indicators if the debt the suppliers have assigned to the participating banks under such programme continues to meet the definition of trade payables or whether it should be classified as borrowings. As at 30 June 2022, the balance of debts assigned to the participating banks that meet the criteria of trade payables is RMB118,205,000 (31 December 2021: Nil).

本集團的貿易應付款項包括應向已參與 6 Ð á D Œ Y 6 Ð Õ ù Y [O Æ 224,675,000 Œ€2021 Ë12 Ü31 Ú j Ì •d ½ ä l « ì ½6 Ð ï C Hz _ À ¯ Ç f 6 Ð ®_ ø h G G o ¿ ˜ S × _ Ê À ¯ Ç Y ù › j(i) 2 k l « a ‹ X › Y ù › â › × › i Ð(ii) À @£ ~ Õ † À ± + Ù Ì d Ã × _ - õ l = Y ù › f J o ¿ K(ii) ° d l « Y À ‰Ð ù ~ Õ d þ ¢ Ð ù 6 Ð f l « À Y = j 5 ” d ò l « Ð 2 k a ‹ X › Y ù › â › Õ ù f l « ì ½´ ë 8 z Y Ä ° d ½ì ½ Œ Z 6 Ð Y À 7 + ‰ ~ Õ Y À J l 1 ƒ L ¥ q ø Ð ù › ° Y › È d Ð À J l Ð ± ó ‰> › f õ2022 Ë6 Ü30 Ú d Š 7 + š ~ Õ þ f L ¥ q ø Ð ù › ° z _ Y À q ‰[O Æ 118,205,000 Œ€2021 Ë12 Ü31 Ú j Ì • f

23. OTHER PAYABLES AND ACCRUALS

23. 其他應付款項及應計費用

		30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Accruals	Đ l \	205,848	365,462
Salaries and welfare payables	Đ ù Z – ¿ E ;	206,745	262,033
Dividends payable to the owners of the Company	Đ ù l ®! ¹ Þ [p ¹	684,709	–
Other payables	l ü Đ ù › °	1,151,768	1,069,733
		2,249,070	1,697,228

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

計入上述結餘的金融負債乃免息及按要求還款。

24. BORROWINGS

24. 借款

		30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Current	**流動**		
Unsecured bank loans	Ì ê å Õ r ›	4,464,193	6,410,017
Current portion of long-term unsecured bank loans	—, Ì ê å Õ r › Y t Å ±	1,222,041	699,774
Current portion of long-term unsecured other loans	—, Ì ê å l ü r › Y t Å ±	625	601
Secured bank loans	Þ ê å Õ r ›	30,040	100,496
Current portion of long-term secured bank loans	—, Þ ê å Õ r › Y t Å ±	8,871	10,193
Other borrowings	l ü > ›	151,981	58,733
		5,877,751	7,279,814
Non-current	**非流動**		
Unsecured bank loans	Ì ê å Õ r ›	1,422,001	1,586,753
Unsecured syndicated bank loans	Ì ê å Õ r ›	9,469,142	8,025,428
Secured bank loans	Þ ê å Õ r ›	248,213	267,110
		11,139,356	9,879,291
		17,017,107	17,159,105
Analysed into borrowings repayable:	± ‰² µ ” > › j		
Within one year or on demand	S Ë « Ð 2 Ë Û	5,877,751	7,279,814
In the second year	K Z Ë «	6,382,704	794,426
In the third to fifth years, inclusive	K g Ë K ž Ë «€ < / ˆ G Ë •	4,510,437	8,907,353
More than five years	µ õ ž Ë	246,215	177,512
		17,017,107	17,159,105

24. BORROWINGS (Continued)

Note:

(a) The effective interest rates of the Group's borrowings range from 1.10% to 5.50% (31 December 2021: 0.86% to 5.80%) per annum.

(b) The secured bank loans are secured by land and its concession rights of a subsidiary, machineries and equipment of a subsidiary, leasehold lands and buildings of subsidiaries, loan receivables of a subsidiary, the concession rights of a subsidiary and personal guarantee provided by a shareholder of that subsidiary.

(c) At the end of the reporting period, the Group's borrowings are denominated in US dollar, HK dollar, Renminbi, Australian dollar, Canadian dollar and Thai Baht which are equivalent to RMB8,357,505,000 (31 December 2021: RMB7,701,244,000), RMB3,510,216,000 (31 December 2021: RMB2,996,486,000), RMB4,898,449,000 (31 December 2021: RMB5,572,419,000), RMB207,653,000 (31 December 2021: RMB843,519,000), RMB1,135,000 (31 December 2021: RMB691,000) and RMB42,149,000 (31 December 2021: RMB44,746,000), respectively.

24. 借款(續)

附註：

(a) l « > › Y ¼ ç Ë ; § ÷1.10% 5.50% €2021 Ë12 Ü31 Ú j0.86% 5.80% •f

(b) Þ ê å Õ r › W ø S œ • n ® ! Y z ® ¿ l $ ¢ ¾ Æ eS œ • n ® ! Y Ú œ ¿ £ ê e • n ® ! Y a # 8 Æ z ® ¿ } Á eS œ • n ® ! Y Ð × > › e S œ • n ® ! Y $ ¢ ¾ Æ ¿ l S ¤ p Y H [Ä - * ê å f

(c) õ S , K d l « ø Õ © e ¥ © e [O Æ e æ © e © ¿ Ø = Y > › ± 9 = õ [O Æ8,357,505,000 ©€2021 Ë12 Ü31 Ú j [O Æ7,701,244,000 © • e [O Æ3,510,216,000 ©€2021 Ë12 Ü31 Ú j [O Æ2,996,486,000 © • e [O Æ4,898,449,000 ©€2021 Ë12 Ü 31 Ú j [4 Æ

25. CONVERTIBLE LOANS

The convertible loans of US$60,000,000 (approximately equivalent to RMB410,415,000) drew down on 22 May 2019 and US$40,000,000 (approximately equivalent to RMB279,489,000) drew down on 29 November 2019 were repaid at maturity on 21 May 2022 and early repaid on 20 June 2022, respectively.

27. SHARE CAPITAL

27. 股本

		30 June 6月30日 2022	31 December 12 Ü31 Ú 2021
Authorised: 20,000,000,000 (31 December 2021: 20,000,000,000) ordinary shares of HK$0.05 each	法定： 20,000,000,000€2021 Ë12 Ü31 Ú j 20,000,000,000 •p Ê p & =0.05 ¥ ©Y w· p	HK$1,000,000,000 1,000,000,000 港元	HK$1,000,000,000 1,000,000,000 ¥ ©
Issued and fully paid: 3,102,418,400 (31 December 2021: 3,102,418,400) ordinary shares of HK$0.05 each	已發行及繳足： 3,102,418,400€2021 Ë12 Ü31 Ú j 3,102,418,400 •p Ê p & =0.05 ¥ ©Y w· p	HK$155,120,920 155,120,920 港元	HK$155,120,920 155,120,920 ¥ ©
Equivalent to	= õ	RMB135,344,000 人民幣135,344,000 元	RMB135,344,000 [O Æ135,344,000 ©

28. SHARE-BASED PAYMENTS

28. 以股份為基礎的支付

A HA E OP ION CHEME

A share option scheme was adopted by a Group's subsidiary on 15 January 2021 (the "Share Option Scheme") for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group's operations.

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28. SHARE-BASED PAYMENTS (Continued)

28. 以股份為基礎的支付(續)

A HA E OP ION CHEME (C)

(A)

The following share options were outstanding under the Share Option Scheme during the period:

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		Weighted average exercise price per share 每股加權平均行使價 HK$ ¥ ©	Number of options 購股權數目
At 1 January 2021	õ2021 Ë1 Ü1 Ú	–	–
Granted during the year	Ë « Š ¬	228	29,666
At 31 December 2021 and 1 January 2022	õ2021 Ë12 Ü31 Ú ¿ 2022 Ë1 Ü1 Ú	228	29,666
Exercised during the period	, « Š 4	228	(29,666)
At 30 June 2022	õ2022 Ë6 Ü30 Ú	–	–

29,666 share options have been exercised during the period (six months ended 30 June 2021: Nil).

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The weighted average fair value of the options granted during the six months ended 30 June 2021 was HK$290.92 each.

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No share option expense was recognised during the period (six months ended 30 June 2021: RMB2,687,000).

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28. SHARE-BASED PAYMENTS (Continued)

28. 以股份為基礎的支付(續)

B HA E A A D CHEME

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

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

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

During the period, no ordinary shares of the Group on the Stock Exchange were purchased for the Share Award Scheme (six months ended 30 June 2021: Nil). At the end of the reporting period, 22,991,000 ordinary shares have been purchased (31 December 2021: 22,991,000).

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

29.

29. BUSINESS COMBINATION (Continued)

29. 業務合併(續)

An analysis of the cash flows in respect of the acquisitions is as follows:

有關該等收購的現金流量分析如下：

		RMB'000 [O Æ w ©
Cash consideration paid	Š ù $ – þ	33,079
Less: Cash and cash equivalents acquired	¯ j Š × …$ – ¿ $ – J	(92)
Net outflow of cash and cash equivalents included in investing activities	³ z < Y $ – ¿ $ – J t X	32,987

Reconciliation of the carrying amount of the Group's goodwill at the beginning and end of the reporting period is presented below:

本集團的商譽於報告期初及報告期末的賬面值對賬呈列如下：

		RMB'000 [O Æ w ©
Gross carrying amount	**賬面總值**	
At 1 January 2022	õ2022 Ë1 Ü1 Ú	570,531
Acquisition of subsidiaries	× …• n ®!	44,230
Disposal of a subsidiary	/ S œ• n ®!	(1,989)
Exchange realignment	Ò 3 Æ	(1)
At 30 June 2022	õ2022 Ë6 Ü30 Ú	612,771
Accumulated impairment losses	**累計減值虧損**	
At 1 January 2022	õ2022 Ë1 Ü1 Ú	(74,674)
Disposal of a subsidiary	/ S œ• n ®!	1,989
At 30 June 2022	õ2022 Ë6 Ü30 Ú	(72,685)
Net carrying amount	**賬面淨值**	
At 1 January 2022	õ2022 Ë1 Ü1 Ú	495,857
At 30 June 2022	õ2022 Ë6 Ü30 Ú	540,086

Acquisition-related costs incurred in relation to the above acquisitions are insignificant and have been excluded from the cost of acquisition and have been recognised directly as expense for the period and are included in "other expenses" in profit or loss.

就上述收購產生的收購相關成本並不重大及已被剔除出收購成本之外，且已於期內直接確認為開支並計入損益的「其他開支」內。

29. BUSINESS COMBINATION (Continued)

The aggregate fair values of other receivables at the date of acquisition amounted to RMB1,640,000, which approximate to the gross contractual amounts of the corresponding balances acquired by the Group. At the dates of acquisitions, management considered that the contractual cash flows not expected to be collected were insignificant.

None of the goodwill recognised is expected to be deductible for income tax purposes.

Since the acquisitions, these subsidiaries recognised a loss of RMB1,936,000 in profit or loss for the period and no revenue was contributed by these subsidiaries.

Had the combinations taken place at the beginning of the period, the Group's profit for the period would have been decreased by RMB2,150,000.

29. 業務合併(續)

於收購日，其他應收款項的公允價值總額為人民幣1,640,000 © d ~ l « × … ´ Ð q Y ¥ Ò – X < = ´ ð f õ × …Ú d M # 4 © ‰k , Ì , × « Y ¥ Ò $ – t Ž (” } f

1 ®Ô { ü þ d Ô Þ Š ½ © Y ‘ « ” Ô ü f

× …ø 8 d • n ®! õ l , œY & B « ½ © f & [O Æ1,936,000 © ¿ • n ®! (Ì Í , ×] f

J ¥ ; õ , ‹ † d l « õ l , œY P ; Z ¯ Ç [O Æ2,150,000 © f

30. CONTINGENT LIABILITIES

At the end of the reporting period, the Group did not have any significant contingent liabilities (31 December 2021: Nil).

30. 或然負債

於報告期末，本集團並無任何重大或然負債(2021 Ë12 Ü31 Ú j Ì • f

31. COMMITMENTS

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

31. 承擔

於報告期末，本集團擁有以下資本承擔：

	30 June 6月30日 2022 RMB'000 人民幣千元	31 December 12 Ü31 Ú 2021 RMB'000 人民幣千元
Contracted, but not provided for: Š Ò (J a ê j		
Property, plant and equipment and investment properties J 8 e @Ò ¿ £ ê q ³ J 8	2,194,006	2,544,225

32. RELATED PARTY TRANSACTIONS AND BALANCES

32. 關聯人士交易及結餘

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	Note • W	Six months ended 30 June 截至6月30日止六個月 2022 RMB'000 人民幣千元	2021 RMB'000 人民幣千元
Transactions with companies under the common control of a director:			
Sales of goods, services, utilities and others	(i)	3,616	22,453
Rental income	(ii)	587	30
Rental expenses	(iii)	1,963	2,239
Purchase of materials	(iv)	7,229	5,284
Purchase of machinery and/or equipment	(v)	106,728	96,505
Purchase of electronic accessories	(v)	2,296	–
Hotel expenses	(vi)	365	1,032
Purchase of goods, equipment, utilities and rental services from associates	(vii)	43,716	33,466
Loans to associates	(viii)	41,151	42,999
Design and maintenance services from a joint venture	(ix)	1,800	1,800

32. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

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		Six months ended 30 June 截至6月30日止六個月	
		2022 RMB'000 人民幣千元	2021 RMB'000 人民幣千元
Short-term employee benefits	õ , ‡ p E ;	9,939	16,381
Post-employment benefits	× ~ E ;	153	132
Equity-settled share option expense	ø p l ù › ˜ …p Æš Õ	–	1,240
		10,092	17,753

33. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Assets measured at fair value:

		30 June 2022 2022年6月30日 Fair value hierarchy 公允價值架構			
		Level 1 第一級 RMB'000 人民幣千元	Level 2 第二級 RMB'000 人民幣千元	Level 3 第三級 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
Other financial assets	其他金融資產				
Debt instruments at FVTOCI	2 ®ª =] l ü Œ & × B Y À ˆ H	–	85,950	–	85,950
Debt instruments at FVTPL	2 ®ª =] & B Y À ˆ H	–	13,000	148,578	161,578
Equity instruments at FVTOCI	2 ®ª =] l ü Œ & × B Y p l ˆ H	605,733	296,950	735,139	1,637,822
Equity instruments at FVTPL	2 ®ª =] & B Y p l ˆ H	660,436	–	176,739	837,175
Funds at FVTPL	2 ®ª =] & B Y ? –	–	15,268	–	15,268
		1,266,169	411,168	1,060,456	2,737,793

“New Fortune” ˜ - , K ™	8	New Fortune Star Limited, a company incorporated in the BVI New Fortune Star Limited d S œõ õ n j ' / Ê ¥ W Ó m˜ ®!
“PE” ˜PE ™	8	polyethylene s T
“PP-R” ˜PP-R ™	8	polypropylene random Ì • • s s ï
“PVC” ˜PVC ™	8	polyvinyl chloride s £ T
“Quick Ratio” ˜ º â ™	8	the ratio of current assets less inventories to current liabilities t * ¯ À ¬ Ž ð ø t À Y â
“RMB” ˜ [O Æ ™	8	Renminbi, the lawful currency of the PRC • 7 ˜ , › ¬ Æ— [O Æ
“SFO” ˜ Ç N ¿ , ¬ â 7 ™	8	Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong 0 ¥ , 7 K571 Ý Ç N ¿ , ¬ â 7
“Share(s)” ˜ p … ™	8	share(s) of a nominal value of HK$0.05 each in the capital of the Company l ®! p l • Ê p & =0.05 ¥ © Y p …
“Shareholder(s)” ˜ p ™	8	holder(s) of the Share(s) of the Company l ®! p …5 Þ [
“Stock Exchange” ˜ L t Ô ™	8	The Stock Exchange of Hong Kong Limited 0 ¥ L ¥ t ø Ô Þ " ®!
“tonne(s)” ˜ š ™	8	a unit measuring weight, equal to 1,000 kilograms Ž Ž Y d ´ õ1,000 ® Ø
“US” ˜ Õ 7 ™	8	the United States of America Õ ; : ¥ : 7
“US$” ˜ Õ © ™	8	US dollar, the lawful currency of US Õ 7 ˜ , › ¬ Æ— Õ ©
“Xi Xi Development” ˜ c ï • ™	8	Xi Xi Development Limited, a company incorporated in the BVI c ï • Þ " ®! d S œõ õ n j ' / Ê ¥ W Ó m˜ ®!
“%” ˜% ™	8	per cent õ ± â

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

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BOARD OF DIRECTORS

E EC I E DI EC O

Mr. Wong Luen Hei *(Chairman)*
Mr. Zuo Manlun

AUTHORISED REPRESENTATIVES

Mr. Zuo Manlun
Mr. Kwan Chi Wai Samuel

法定代表

左滿倫先生
關志偉先生

REGISTERED OFFICE

Second Floor, Century Yard
Cricket Square, P.O. Box 902
Grand Cayman, KY1-1103
Cayman Islands

註冊辦事處

Second Floor, Century Yard
Cricket Square, P.O. Box 902
Grand Cayman, KY1-1103
Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN CHINA

Liansu Industrial Estate
Longjiang Town
Shunde District
Foshan City
Guangdong Province 528318
China

中國主要營業地點

中國
廣東省(郵編：528318 •
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PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 1A, 10th Floor, Tower 2
South Seas Centre
75 Mody Road
Tsim Sha Tsui East
Kowloon, Hong Kong

香港主要營業地點

香港九龍
尖沙咀東部
麼地道75 î
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LISTING INFORMATION

Listing:
The Stock Exchange of Hong Kong Limited

Stock code:
2128

上市資料

上市地點：
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2128

SHARE INFORMATION

As at 30 June 2022:

Share issued	3,102,418,400 shares
Market capitalisation	HK$36,733 million
Board lot size	1,000 shares

股份資料

於2022 Ë6 Ü30 Ú j

Š ï p …p f	3,102,418,400 p
9 =	367.33 ¥ ©
Ê Ó o -	1,000 p

股份過戶登記總處

Tricor

Forward-looking statements

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

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

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

前瞻聲明

本報告載有前瞻聲明。此等前瞻聲明包括但不限於有關收入及盈利的聲明，而「相信」、「計劃」、「預計」、「預期」、「預測」、「估計」、「推測」、「深信」、「抱有信心」及類似詞彙亦擬表示前瞻聲明。前瞻聲明是以中國聯塑董事及管理層根據業務、行業及中國聯塑所經營的市場而具備或作出的目前信念、假設、期望、估赴S滷本報告發表日期所作出的預測、預計、預期及其他因素而受影響，其中有些因

本公司所能控制，且難以預料。故此，實際結果可能與前瞻聲明所明示、暗示或預測的情況有重大差別。

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

本報告的中英文如有任何歧義，概以英文本為準。