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# 華潤電力控股有限公司

## China Resources Power Holdings Company Limited

*(Incorporated in Hong Kong with limited liability under the Companies Ordinance)*

**(Stock Code: 836)**

### **ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2024**

#### **SUMMARY OF OPERATING RESULTS**

The board of directors (the “Board”) of China Resources Power Holdings Company Limited (the “Company”) announces the audited financial results of the Company and its subsidiaries (the “Group”) for the year ended 31 December 2024.

In 2024, profit attributable to owners of the Company (“Net Profit”) amounted to HK\$14,388 million, representing an increase of HK\$3,385 million or 30.8% from Net Profit of HK\$11,003 million in 2023.

In 2024, basic earnings per share amounted to HK\$2.97, representing an increase of 29.7% from basic earnings per share of HK\$2.29 in 2023.

In 2024, core profit contribution from renewable energy business amounted to HK\$9,228 million (2023: HK\$9,726 million), and core profit contribution from thermal power business amounted to HK\$4,639 million (2023: HK\$3,611 million).

The Board has resolved to recommend a final dividend of HK\$0.691 per share for 2024. Including the interim dividend of HK\$0.455 per share paid in November 2024, the dividend for 2024 was HK\$1.19 per share, representing a dividend payout ratio of 40%.

	<b>For the year ended 31 December</b>	
	<b>2024</b>	<b>2023</b>
Turnover ( <i>HK\$'000</i> )	105,284,283	103,334,322
Profit attributable to owners of the Company ( <i>HK\$'000</i> )	14,388,447	11,003,283
Basic earnings per share ( <i>HK\$</i> )	2.97	2.29
Dividend per share (including special dividend) ( <i>HK\$</i> )	1.19	1.415
Dividend payout ratio (including special dividend)	40%	62%

	<b>HK\$'000</b>		<b>RMB'000</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Profit attributable to owners of the Company	14,388,447	11,003,283	13,111,407	9,887,805
Non-cash exchange gains	(138,410)	(66,081)	(124,136)	(58,780)
Asset impairment losses	493,185	2,399,808	454,499	2,187,899
Bargain purchase gain in acquisition of a subsidiary	(876,408)	–	(798,564)	–
Core business profit attributable to owners of the Company	<u>13,866,814</u>	<u>13,337,010</u>	<u>12,643,206</u>	<u>12,016,924</u>

As at 31 December 2024, equity attributable to owners of the Company amounted to HK\$99,151 million, total assets of the Group amounted to HK\$362,464 million, cash and cash equivalents amounted to HK\$5,834 million, and net debt to total equity ratio was 153.6%.

	<b>As at 31 December</b>	
	<b>2024</b>	<b>2023</b>
Equity attributable to owners of the Company ( <i>HK\$'000</i> )	99,151,499	84,973,689
Total assets ( <i>HK\$'000</i> )	362,464,381	322,395,990
Cash and cash equivalents ( <i>HK\$'000</i> )	5,834,307	4,082,972
Pledged and restricted bank deposits ( <i>HK\$'000</i> )	297,510	418,538
Bank and other borrowings ( <i>HK\$'000</i> )	190,366,783	164,531,805
Net debt to total equity (%)	153.6	153.1
EBITDA interest coverage ( <i>times</i> ) <sup>(Note)</sup>	8.1	7.3

*Note:* Excluding non-cash income and expenses, such as gains and losses on disposal of assets, impairment losses and exchange gains and losses.

## **BUSINESS REVIEW FOR 2024**

### **Installed capacity**

As at the end of 2024, the Group managed grid-connected installed capacity of 82,441MW and grid-connected attributable installed capacity of 72,433MW, of which, the grid-connected attributable installed capacity of thermal power amounted to 38,245MW or 52.8%; while total grid-connected attributable installed capacity of wind, photovoltaic and hydro power projects amounted to 34,188MW or 47.2%, representing an increase of 6.5 percentage points from the end of 2023.

As at the end of 2024, the Group's grid-connected attributable installed capacity of wind power amounted to 24,313MW, with 9,856MW of installed management capacity under construction. Grid-connected attributable installed capacity of photovoltaic power amounted to 9,433MW, with 8,861MW of installed management capacity under construction.

Since the construction of wind and photovoltaic power projects in the central, eastern and southern regions are subject to more constraint factors, the Group's installed capacity of new grid-connected renewable energy projects in 2024 amounted to 7,788MW, including 3,646MW of wind power and 4,142 MW of photovoltaic power.

In 2024, the Group obtained 13,584MW of renewable energy development and construction permits, including 7,652MW of wind power and 5,932MW of photovoltaic power (including 411 MW of distributed photovoltaic power).

During the year, the Group's newly-added attributable installed capacity of thermal power projects amounted to 1,380MW, including the increase of attributable installed capacity by 680MW as a result of the Group's ownership shareholding increased from 66% to 100% in two coal-fired 1,000MW generation units at Guangxi Hezhou Thermal Power Plant; and two newly commissioned 350MW generation units at Shenyang Power Plant, which were 100% owned by the Group.

### **Net generation volume**

In 2024, there was a year-on-year increase in the power demand in the People's Republic of China ("PRC"). During the year, the total net generation volume of the Group's consolidated power plants amounted to 207,637GWh, increased by 7.4% from 2023. Net generation volume of wind and photovoltaic power plants increased by 10.5% and 141.5%, respectively, net generation volume of consolidated thermal power plants increased by 4.0% as compared to 2023.

In 2024, the Group's average utilisation hours of the consolidated wind farms throughout the year were 2,331 hours, decreased by 120 hours or 4.9% as compared to 2023, exceeding the national average utilisation hours of wind power generation units by 204 hours. The average utilisation hours of the consolidated photovoltaic power plants were 1,415 hours, decreased by 65 hours or 4.4% as compared to 2023, exceeding the national average utilisation hours for photovoltaic power generation units by 204 hours. On a same plant basis, the average full-load equivalent utilisation hours of the consolidated coal-fired power plants were 4,625 hours, decreased by 57 hours or 1.2% as compared to 2023, exceeding the national average utilisation hours of thermal power generation units by 225 hours.

In 2024, the net generation volume that followed market-based pricing accounted for 85.2% of the total net generation volume of consolidated power plants. The average market tariff was 9.8% higher than that of the benchmark on-grid tariff.

### **Fuel costs**

In 2024, the average unit fuel cost of consolidated coal-fired power plants was RMB276.2 per MWh, representing a decrease of 6.8% as compared to 2023. Average unit cost of standard coal was RMB922.1 per tonne, representing a decrease of 6.6% as compared to 2023.

Average net generation standard coal consumption rate of consolidated coal-fired power plants was 295.25g per kWh, representing a decrease of 1.92g or 0.65% as compared to 2023.

### **Capital expenditure**

In 2024, cash capital expenditure of the Group amounted to approximately HK\$53,433 million, of which approximately HK\$37,652 million was used in the construction of wind and photovoltaic power plants, approximately HK\$9,799 million was used in the construction of thermal power generation units, approximately HK\$1,445 million was used in the technological upgrades of operational power generation units, approximately HK\$895 million was used in the final payment of coal mines of the Inner Mongolia Coal-fired Power Integration Project, and approximately HK\$3,642 million was used in the construction of integrated energy and other projects.

## **FUTURE PROSPECTS**

### **Development of renewable energy**

The Group will continue to make every effort to accelerate the development and construction of wind and photovoltaic power projects. The target installed capacity of new wind and photovoltaic power projects of the Group for 2025 is expected to be 10,000MW. It is expected that by the end of the "14th Five-year Plan" period (i.e. the end of 2025), the proportion of installed capacity of renewable energy will reach 50%. To this end, we have further optimised our work initiatives, mobilising employees and managers to develop new wind and photovoltaic power projects in our domestic target markets.

## **Development strategy**

2025 is the final year of the “14th Five-year Plan” and a critical period for building a new energy system. In general, the planning trend of the energy industry in PRC has not changed. In the future, the rapid development of non-fossil energy will continue to be promoted, the optimization and adjustment of energy structure will be promoted, and the existing pattern of high-quality development and high-level safety will be continuously consolidated in energy industry, to support the economy growing steadily. In 2025, the Group will closely focus on the key theme of green and low-carbon transformation and sustainable development, to optimize and strengthen its capabilities in the three major businesses including clean and efficient power generation, integrated energy services and energy technology innovation, and implement the new strategy of energy security with higher standards. The Group will lead the development of new productivity through technological innovation, increase investment in strategic emerging industries, and continue to build a new energy system. The Group will firmly seize the key milestone in the final year of the “14th Five-year Plan” to achieve breakthroughs in both scale and efficiency, ensure the successful achievement of the strategic plans and objectives, and strive to forge the Group into a world-class clean energy enterprise.

## **Capital expenditure**

The cash capital expenditure in 2025 is expected to be approximately HK\$56,800 million, including approximately HK\$42,000 million for the construction of wind and photovoltaic power plants, approximately HK\$9,500 million for the construction of thermal power units, approximately HK\$1,500 million for the technological upgrades of operational power generation units, approximately HK\$300 million for the final payment of coal mines of the Inner Mongolia Coal-fired Power Integration Project, and approximately HK\$3,500 million for the construction of integrated energy and other projects.

In 2025, the Group expects to commission a total attributable installed capacity of 6,093MW of coal-fired power generation units, including one unit at Yunfu Power Plant in Guangdong, two units at Hubei Power Plant (Phase III), two units at Wenzhou Power Plant (Phase II), two units at Haifeng Power Plant (Phase II) and two units at Chongqing Energy Hami Power Plant.

## OPERATING RESULTS

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2024

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Turnover	<u>105,284,283</u>	<u>103,334,322</u>
Operating expenses		
Fuels	(52,235,692)	(54,508,982)
Depreciation and amortisation	(16,417,362)	(14,720,207)
Employee benefit expenses	(7,751,679)	(7,186,895)
Repairs and maintenance	(1,948,065)	(2,321,095)
Consumables	(1,087,833)	(1,166,807)
Impairment charges	(578,760)	(2,748,698)
Tax and surcharges	(989,449)	(864,572)
Others	<u>(4,684,835)</u>	<u>(3,862,900)</u>
Total operating expenses	<u>(85,693,675)</u>	<u>(87,380,156)</u>
Other income	2,108,023	2,029,731
Other gains and losses	<u>1,525,900</u>	<u>214,499</u>
Operating profit	23,224,531	18,198,396
Finance costs	(4,118,680)	(4,240,637)
Share of results of associates	1,141,154	1,183,055
Share of results of joint ventures	<u>(50,367)</u>	<u>358,283</u>
Profit before income tax	20,196,638	15,499,097
Income tax expense	<u>(4,217,924)</u>	<u>(3,388,602)</u>
Profit for the year	<u><u>15,978,714</u></u>	<u><u>12,110,495</u></u>
Profit for the year attributable to:		
Owners of the Company	14,388,447	11,003,283
Perpetual capital securities holders	327,701	329,260
Other non-controlling interests	<u>1,262,566</u>	<u>777,952</u>
	<u><u>15,978,714</u></u>	<u><u>12,110,495</u></u>
Basic earnings per share	<u><u>HK\$2.97</u></u>	<u><u>HK\$2.29</u></u>

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2024

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Profit for the year	<u>15,978,714</u>	<u>12,110,495</u>
Other comprehensive income (expense):		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Exchange differences arising on translation of foreign operations	(1,160,943)	(2,154,503)
Share of other comprehensive expense of investments accounted for using the equity method	(15,348)	(10,818)
Release to profit or loss in relation to disposal of subsidiaries	(148,968)	(26,336)
Release to profit or loss in relation to deemed disposal of joint ventures	91,951	37,809
<i>Items that will not be reclassified to profit or loss</i>		
Exchange differences on translation from functional currency to presentation currency	(1,747,447)	–
Share of other comprehensive income of investments accounted for using the equity method	24,150	–
Fair value changes on equity investments at fair value through other comprehensive income (“FVOCI”), net of tax	15,538	72,289
Remeasurement of defined benefit pension plan	<u>(51,025)</u>	<u>19,410</u>
Other comprehensive expense for the year, net of tax	<u>(2,992,092)</u>	<u>(2,062,149)</u>
Total comprehensive income for the year, net of tax	<u>12,986,622</u>	<u>10,048,346</u>
Attributable to:		
Owners of the Company	11,641,512	9,006,927
Perpetual capital securities holders	327,701	329,260
Other non-controlling interests	<u>1,017,409</u>	<u>712,159</u>
Total comprehensive income for the year, net of tax	<u>12,986,622</u>	<u>10,048,346</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2024**

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	244,851,344	215,752,142
Right-of-use assets	13,018,773	9,357,173
Goodwill	1,153,985	1,158,587
Mining rights	3,671,090	3,764,928
Contractual rights	998,534	994,500
Deferred tax assets	1,270,882	1,083,928
Other receivables and prepayments	20,469,699	17,539,436
Interests in associates	17,743,295	16,671,370
Interests in joint ventures	3,591,310	5,456,247
Financial assets at FVOCI	989,432	986,479
Loan to an associate	712,633	–
Loans to a non-controlling shareholder of a subsidiary	13,498	13,794
Pledged and restricted bank deposits	122,466	–
	<u>308,606,941</u>	<u>272,778,584</u>
Current assets		
Inventories	5,073,959	4,016,944
Trade receivables, other receivables and prepayments	42,410,949	40,467,098
Loans to joint ventures	131,765	211,977
Amounts due from associates	183,295	332,324
Amounts due from joint ventures	35,899	61,146
Amounts due from other related companies	12,222	26,407
Pledged and restricted bank deposits	175,044	418,538
Cash and cash equivalents	5,834,307	4,082,972
	<u>53,857,440</u>	<u>49,617,406</u>
<b>Total assets</b>	<u><u>362,464,381</u></u>	<u><u>322,395,990</u></u>



	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>EQUITY AND LIABILITIES</b>		
Capital and reserves		
Share capital	29,513,636	22,316,710
Other reserves	8,619,991	9,361,021
Retained earnings	<u>61,017,872</u>	<u>53,295,958</u>
Equity attributable to owners of the Company	<u>99,151,499</u>	<u>84,973,689</u>
Perpetual capital securities holders	10,686,771	10,664,271
Other non-controlling interests	<u>10,113,769</u>	<u>8,909,181</u>
<b>Total equity</b>	<u>119,952,039</u>	<u>104,547,141</u>
<b>LIABILITIES</b>		
Non-current liabilities		
Borrowings	140,160,247	125,827,123
Contract liabilities	981,453	997,247
Lease liabilities	3,376,479	2,020,456
Deferred tax liabilities	440,570	431,461
Deferred income	807,912	785,953
Retirement and other long-term employee benefits obligations	743,353	779,045
Other long-term payables	<u>2,776,182</u>	<u>2,945,310</u>
	<u>149,286,196</u>	<u>133,786,595</u>
Current liabilities		
Trade payables, other payables and accruals	37,446,823	36,424,348
Contract liabilities	1,574,666	1,351,403
Lease liabilities	413,130	307,352
Amounts due to associates	1,245,427	91,664
Amounts due to joint ventures	599,133	646,811
Amounts due to other related companies	661,856	10,868,925
Tax liabilities	1,078,575	1,007,069
Borrowings	<u>50,206,536</u>	<u>33,364,682</u>
	<u>93,226,146</u>	<u>84,062,254</u>
<b>Total liabilities</b>	<u>242,512,342</u>	<u>217,848,849</u>
<b>Total equity and liabilities</b>	<u>362,464,381</u>	<u>322,395,990</u>

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the year ended 31 December 2024**

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>OPERATING ACTIVITIES</b>		
Profit before income tax	20,196,638	15,499,097
Adjustments for:		
Depreciation and amortisation	16,417,362	14,720,207
Impairment losses	578,760	2,748,698
Exchange gains	(138,410)	(66,081)
Interest expense	4,118,680	4,240,637
Interest income	(156,954)	(125,119)
Share of results of associates	(1,141,154)	(1,183,055)
Share of results of joint ventures	50,367	(358,283)
Dividends income from a FVOCI investee company	(66,276)	(59,690)
Gains on disposal of property, plant and equipment	(18,571)	(124,537)
Gains on disposal of right-of-use assets	(68,765)	(31,469)
Gains on disposal of subsidiaries	(151,282)	(47,029)
(Gains) losses on deemed disposal of joint ventures	(193,236)	55,806
Bargain purchase gain on acquisition of a subsidiary	(876,408)	–
Changes in working capital:		
(Increase) decrease in inventories	(766,498)	510,337
Increase in trade receivables, other receivables and prepayments	(2,752,287)	(4,614,076)
Increase in trade payables, other payables and accruals	3,045,746	721,769
Decrease in retirement and other long-term employee benefits obligations	(15,736)	(19,854)
Income tax paid	(4,366,971)	(2,998,080)
<b>Net cash inflows generated from operating activities</b>	<b><u>33,695,005</u></b>	<b><u>28,869,278</u></b>

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>INVESTING ACTIVITIES</b>		
Dividends received from associates and joint ventures	848,493	916,532
Dividends received from a FVOCI investee company	66,276	59,690
Interest received	10,610	–
Proceeds from disposal of property, plant and equipment and right-of-use assets	49,010	177,192
Proceeds from disposal of subsidiaries	282,273	127,139
Proceeds from disposal of associates	4,319	–
Payments for purchase of property, plant and equipment, mining rights and right-of-use assets	(49,699,664)	(38,776,747)
Cash outflow on acquisition of interest in associates	(3,251,285)	(3,106,885)
Capital contributions into associates	(287,689)	(492,360)
Capital contributions into joint ventures	(112,629)	(258,197)
Capital contributions into a FVOCI investee company	(4,158)	–
Loans to joint ventures	–	(19,137)
Net cash inflow (outflow) on acquisition of interest in subsidiaries	5,752	(1,909,421)
Proceeds from (repurchase of) asset-backed notes	14,514	(703,406)
	<u>14,514</u>	<u>(703,406)</u>
<b>Net cash outflows generated from investing activities</b>	<b><u>(52,074,178)</u></b>	<b><u>(43,985,600)</u></b>

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>FINANCING ACTIVITIES</b>		
Proceeds from borrowings	82,925,588	93,903,965
Repayment of borrowings	(52,855,988)	(68,587,455)
Proceeds from issuance of shares	7,198,476	–
Proceeds from issuance of corporate bonds	3,302,070	–
Proceeds from issuance of perpetual capital securities	2,185,280	–
Redemption of corporate bonds	–	(2,179,680)
Redemption of perpetual capital securities	(2,162,780)	–
Capital contribution by non-controlling interests	932,972	681,399
Capital reduction by a non-controlling interest	(10,598)	(57,893)
Cash prepayments on acquisition of a non-controlling interest	(44,679)	(75,609)
Repayment of loans and advances from an intermediate holding company	(8,543,355)	(1,303,536)
Advances from (repayment of advances from) associates	1,061,724	(528,310)
Advances from (repayment of advances from) joint ventures	802,886	(40,068)
Repayment of advances from other related companies	(354,080)	(263,020)
Advances from (repayment of advances from) non-controlling interests of subsidiaries	636	(73,853)
Interest on borrowings and advances from associates and joint ventures paid	(4,703,878)	(4,893,060)
Dividends paid to owners of the Company	(7,418,106)	(3,385,718)
Dividends paid to non-controlling interests of subsidiaries	(884,998)	(613,473)
Repayment of lease liabilities	(697,184)	(425,530)
Interest paid to perpetual capital securities holders	(327,701)	(329,185)
Underwriting fees for issuance of perpetual capital securities	(2,257)	–
<b>Net cash inflows generated from financing activities</b>	<u>20,404,028</u>	<u>11,828,974</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	2,024,855	(3,287,348)
<b>Cash and cash equivalents at the beginning of the year</b>	4,082,972	7,721,275
<b>Effect of foreign exchange rate changes</b>	<u>(273,520)</u>	<u>(350,955)</u>
<b>Cash and cash equivalents at the end of the year</b>	<u><u>5,834,307</u></u>	<u><u>4,082,972</u></u>

## **Changes in accounting policies and disclosures**

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

In addition to applying the additional accounting policies of the amendments to Hong Kong Financial Reporting Standards (“HKFRSs”), the accounting policies and methods of computation used in the consolidated financial statements for the year ended 31 December 2024 are the same as those presented in the Group’s annual financial statements for the year ended 31 December 2023.

### **Application of amendments to HKFRSs**

In the current year, the Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 January 2024 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

Except as described below, the application of the amendments to HKFRSs in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

**Impacts on application of Amendments to HKAS 1 Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020) (the “2020 Amendments”) and Amendments to HKAS 1 Non-current Liabilities with Covenants (the “2022 Amendments”)**

The 2020 Amendments provide clarification and additional guidance on the assessment of right to defer settlement for classifying liabilities as current or non-current for at least twelve months from reporting date, which:

- specify that the classification of liabilities as current or non-current should be based on rights that are in existence at the end of the reporting period. Specifically, the classification should not be affected by management intentions or expectations to settle the liability within 12 months.
- clarify that the settlement of a liability including transfer of cash, goods or services, or the entity’s own equity instruments to the counterparty. Where the terms of a liability result in the entity settling the liability by delivering its own equity instrument at the option of the counterparty, such terms do not affect the liquidity classification of the liability if the entity classifies the said option as an equity instrument and recognizes it separately as an equity component of a compound financial instrument in accordance with the requirements of HKAS 32 - Presentation of Financial Instruments.

For liabilities that are conditional on the compliance with covenants, the 2022 Amendments specifically clarify that only covenants that an entity is required to comply with on or before the end of the reporting period affect the entity’s right to defer settlement of a liability for at least twelve months after the reporting date, even if the entity is assessed for compliance with the covenant after the reporting date. The 2022 Amendments also specify that covenants with which an entity must comply after the reporting date (i.e. future covenants) do not affect the classification of a liability as current or non-current at the reporting date. However, if the entity’s right to defer settlement of a liability is subject to the entity complying with covenants within twelve months after the reporting period, an entity discloses information that enables users of financial statements to understand the risk of the liabilities becoming repayable within twelve months after the reporting period. This would include information about the covenants, the carrying amount of related liabilities and facts and circumstances, if any, that indicate that the entity may have difficulties complying with the covenants.

The application of the amendments in the current year had no material impact on the consolidated financial statements.

## **Impacts on application of Amendments to HKAS 7 and HKFRS 7 Supplier Finance Arrangements**

The amendments add a disclosure objective to HKAS 7 Statement of Cash Flows stating that an entity is required to disclose information about its supplier finance arrangements that enables users of financial statements to assess the effects of those arrangements on the entity's liabilities and cash flows.

In addition, HKFRS 7 Financial Instruments: Disclosures was amended to add supplier finance arrangements as an example within the requirements to disclose information about an entity's exposure to concentration of liquidity risk.

In accordance with the transition provision, the entity is not required to disclose comparative information for any reporting periods presented before the beginning of the annual reporting period in the first year of application as well as the information required by HKAS 7:44 (b)(ii) and (b) (iii) above as at the beginning of the annual reporting period in which the entity first applies those amendments.

The application of these amendments during the year had no material effect on the consolidated financial statements.

### **The Group has not early adopted new and amended standards that have been issued but are not effective for the financial year beginning after 1 January 2024**

Certain new accounting standards and interpretations have been published during the year that are not mandatory for the period ended 31 December 2024 ("reporting period") and have not been early adopted by the Group. These standards are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

## TURNOVER AND SEGMENT INFORMATION

Turnover represents revenue received and receivable arising from sales of electricity and heat, net of value-added tax, during the year.

	HK\$'000		RMB'000	
	2024	2023	2024	2023
Sales of electricity	97,539,735	95,507,335	89,030,076	85,904,594
Including: Sales of power generated				
from thermal power plants	71,900,662	72,226,248	65,635,710	64,989,795
Sales of power generated				
from renewable energy	25,639,073	23,281,087	23,394,366	20,914,799
Heat supply	7,744,548	7,826,987	7,072,852	6,999,107
	<u>105,284,283</u>	<u>103,334,322</u>	<u>96,102,928</u>	<u>92,903,701</u>

The Group's turnover for 2024 was HK\$105,284 million, representing an increase of HK\$1,950 million or 1.9% from HK\$103,334 million in 2023. In RMB terms, the turnover for 2024 was RMB96,103 million, representing an increase of RMB3,199 million or 3.4% from RMB92,904 million in 2023. The increase is mainly attributable to a year-on-year increase of 7.4% in net generation volume of consolidated power plants; but the increase was partially offset by (1) a year-on-year decrease of 2.7% in the average on-grid tariff (tax exclusive) of consolidated coal-fired power plants; (2) a year-on-year decrease of 5.3% and 10.8% in the average on-grid tariff (tax exclusive) of consolidated wind and photovoltaic power projects, respectively; and (3) a year-on-year decrease in the amount presented in Hong Kong Dollar ("HKD") arising from the depreciation of Renminbi ("RMB") against HKD.

At present, the Group is engaged in two business segments – thermal power (including coal-fired power and gas-fired power) and renewable energy (including wind, photovoltaic and hydro power).



The following is an analysis of the Group's revenue and results by business segments:

**For the year ended 31 December 2024**

	<b>Thermal power</b> <i>HK\$'000</i>	<b>Renewable energy</b> <i>HK\$'000</i>	<b>Total</b> <i>HK\$'000</i>
Segment revenue			
External sales	<u>79,645,210</u>	<u>25,639,073</u>	<u>105,284,283</u>
Segment profit	<u>8,858,374</u>	<u>11,199,854</u>	20,058,228
Exchange gains, net			<u>138,410</u>
Profit before income tax			<u><u>20,196,638</u></u>
Profit attributable to owners of the Company (before non-cash exchange gains and losses)	5,220,670	9,029,367	14,250,037
Asset impairment losses	294,332	198,853	493,185
Bargain purchase gain in acquisition of a subsidiary	<u>(876,408)</u>	<u>–</u>	<u>(876,408)</u>
Core business profit attributable to owners of the Company	<u><u>4,638,594</u></u>	<u><u>9,228,220</u></u>	<u><u>13,866,814</u></u>

**For the year ended 31 December 2023**

	<b>Thermal power <i>HK\$'000</i></b>	<b>Renewable energy <i>HK\$'000</i></b>	<b>Total <i>HK\$'000</i></b>
Segment revenue			
External sales	<u>80,053,235</u>	<u>23,281,087</u>	<u>103,334,322</u>
Segment profit	<u>5,472,131</u>	<u>9,960,885</u>	15,433,016
Exchange gains, net			<u>66,081</u>
Profit before income tax			<u><u>15,499,097</u></u>
Profit attributable to owners of the Company (before non-cash exchange gains and losses)	2,854,877	8,082,325	10,937,202
Asset impairment losses	<u>756,622</u>	<u>1,643,186</u>	<u>2,399,808</u>
Core business profit attributable to owners of the Company	<u><u>3,611,499</u></u>	<u><u>9,725,511</u></u>	<u><u>13,337,010</u></u>

## Geographical information

Substantially all of the Group's non-current assets are located in the PRC, and operations are also substantially carried out in the PRC.

## Operating expenses

Operating expenses mainly comprise fuel costs, depreciation and amortisation, employee benefit expenses, repairs and maintenance, consumables, impairment charges, tax and surcharges and other operating expenses. Other operating expenses include office rent, water charges, utility expenses, production safety expenses and other management expenses. Total operating expenses for 2024 amounted to HK\$85,694 million, representing a decrease of HK\$1,686 million or 1.9% from HK\$87,380 million for 2023.

Fuel costs decreased by HK\$2,273 million or 4.2% from HK\$54,509 million for 2023 to HK\$52,236 million for 2024, mainly due to (1) a year-on-year decrease of 6.6% in the unit price of standard coal of consolidated coal-fired power plants; (2) a year-on-year decrease of 0.65% in net generation standard coal consumption rate of consolidated coal-fired power plants; and (3) a year-on-year decrease in the figures presented in HKD arising from the depreciation of RMB against HKD; however, the decrease was partially offset by a year-on-year increase of 4.0% in the net generation volume of consolidated coal-fired power plants.

Depreciation and amortisation increased by HK\$1,697 million or 11.5% from HK\$14,720 million for 2023 to HK\$16,417 million for 2024, mainly due to the increase in depreciation and amortisation cost arising from the commissioning of new projects and newly acquired projects, however, the increase was partially offset by (1) the decrease in the depreciation cost resulted from the expiration of depreciation of some thermal power units; and (2) a year-on-year decrease of the figures presented in HKD arising from the depreciation of RMB against HKD.

Employee benefit expenses increased by HK\$565 million or 7.9% from HK\$7,187 million for 2023 to HK\$7,752 million for 2024, mainly due to the increase in the employee benefit expenses arising from the commencement of production of new projects and new acquisitions.

Repairs and maintenance decreased by HK\$373 million or 16.1% from HK\$2,321 million for 2023 to HK\$1,948 million for 2024, mainly due to (1) a year-on-year decrease in the volume of repairs and maintenance works arranged during the reporting period; and (2) a year-on-year decrease in the figures presented in HKD arising from the depreciation of RMB against HKD.

Consumables decreased by HK\$79 million or 6.8% from HK\$1,167 million for 2023 to HK\$1,088 million for 2024, mainly due to (1) a year-on-year decrease in material prices; and (2) a year-on-year decrease in the figures presented in HKD arising from the depreciation of RMB against HKD.

Impairment charges decreased by HK\$2,170 million or 78.9% from HK\$2,749 million for 2023 to HK\$579 million in 2024, mainly due to (1) the impairment provision of long-term asset of HK\$119 million in respect of Wuzhai, Xinzhou, Linfen, Gucheng and South District Thermal; (2) the impairment provision of asset of HK\$102 million in respect of Shantou Chaonan's "transformation and upgrading"; and (3) impairment provision due to project exits or technological improvements.

Tax and surcharges increased by HK\$125 million or 14.5% from HK\$865 million for 2023 to HK\$990 million for 2024, mainly due to (1) an increase in value-added tax, resulting in a corresponding increase in the urban maintenance and construction tax and education surcharge; and (2) a year-on-year increase in amount of environmental protection tax paid.

Other operating expenses amounted to HK\$4,685 million, representing an increase of HK\$822 million or 21.3% from HK\$3,863 million for 2023. Other operating expenses mainly included (1) expenses related to production safety of HK\$1,077 million; (2) other production costs such as water charges, utility expenses and electricity transaction fees amounting to a total of HK\$2,517 million; and (3) other administrative expenses such as office rent, building management fees, professional fees and administrative charges amounting to a total of HK\$1,091 million.

### **Other income**

Other income amounted to HK\$2,108 million, representing an increase of HK\$78 million or 3.8% from HK\$2,030 million for 2023, which was mainly attributable to the increase in income from trading of carbon emission rights and mining capacity indicators. Other income for 2024 mainly included, among others, government grants of HK\$662 million, income from trading of carbon emission rights and mining capacity indicators of HK\$556 million, sales of by-products of HK\$367 million, income from service fees of HK\$177 million and interest income of HK\$157 million.

### **Other gains and losses**

Other gains amounted to HK\$1,526 million, including bargain purchase gain of HK\$876 million on acquisition of the Guangxi Hezhou Thermal Power Plant, exchange gains of HK\$138 million, gains from disposal of right-of-use assets and property, plant and equipment of HK\$87 million. Exchange gains mainly due to the fact that the Company used HKD as its functional currency in the first half of the year, and RMB loan financing resulted in a book gain due to the depreciation of the RMB against HKD. After the Company's functional currency was converted to RMB on July 1, 2024, it was partially offset by the book loss caused by HKD loan financing due to the appreciation of HKD against RMB.

### **Operating profit**

Operating profit represents profit from subsidiaries before deduction of finance costs, income tax expenses and non-controlling interests. Operating profit for 2024 amounted to HK\$23,225 million, representing an increase of HK\$5,027 million or 27.6% from HK\$18,198 million for 2023. The increase in operating profit was mainly due to (1) a year-on-year decrease in the unit price of standard coal of consolidated coal-fired power plants; (2) profit contribution from newly commissioned projects; (3) bargain purchase gain on acquisition of the Guangxi Hezhou Thermal Power Plant; and (4) a decrease in impairment losses; which offset the effects of (1) a year-on-year decrease in the average on-grid tariff (tax exclusive) of consolidated coal-fired power plants; (2) a year-on-year decrease in the average on-grid tariff (tax exclusive) and utilization hours of consolidated wind power projects; and (3) a year-on-year decrease in the figures presented in HKD arising from the depreciation of RMB against HKD.

## Finance costs

Finance costs for 2024 amounted to HK\$4,119 million, representing a decrease of HK\$122 million or 2.9% from HK\$4,241 million for 2023, mainly due to (1) a decrease in average interest rate on borrowings; and (2) a year-on-year decrease in the figures presented in HKD arising from the depreciation of RMB against HKD; which offset the effects of (1) an increase in loan facilities; and (2) an increase in finance costs as a result of the commissioning of new generation units.

	<b>2024</b>	<b>2023</b>
	<i>HK\$'000</i>	<i>HK\$'000</i>
Interest on bank loans	4,771,986	4,570,204
Interest on corporate bonds	61,351	91,482
Interest on loans from a related party	103,290	285,521
Interest on lease liabilities	37,213	19,342
Others	101,160	74,494
	<u>5,075,000</u>	<u>5,041,043</u>
Less: Interest capitalised in construction in progress	<u>(956,320)</u>	<u>(800,406)</u>
	<u><u>4,118,680</u></u>	<u><u>4,240,637</u></u>

## Share of results of associates

Share of results of associates for 2024 was HK\$1,141 million, representing an decrease of HK\$42 million or 3.6% from HK\$1,183 million for 2023, mainly attributable to the decrease of the share of results of enterprises resulted from the decrease in the earning for Shenyang Resources Electric Heating Company Limited (瀋陽潤電熱力有限公司), which offsets the effect of an increase in the profit of coal-fired associates due to a decrease in fuel costs.

## Share of results of joint ventures

Share of results of joint ventures for 2024 was a loss of HK\$50 million, representing a decrease of HK\$408 million or 114.0% from a profit of HK\$358 million for 2023, mainly attributable to a decrease in the share of results of joint ventures resulting from the acquisition of Guangxi Hezhou Thermal Power Plant and Caijin Dongying Photovoltaic Power Project; which offset the effect of an increase in the profit of coal-fired joint ventures due to a decrease in fuel costs.

## Income tax expenses

Income tax expenses for 2024 amounted to HK\$4,218 million, representing an increase of HK\$829 million or 24.5% from HK\$3,389 million for 2023, mainly due to (1) an increase in the profit from consolidated coal-fired power plants resulting in the corresponding increase in income tax expenses; and (2) an increase in income tax expenses for renewable energy projects not entitled to tax exemption.

Details of the income tax expenses for the years ended 31 December 2024 and 2023 are set out below:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
Current income tax – PRC Enterprise Income Tax	4,387,942	3,435,078
Deferred taxation credit	<u>(170,018)</u>	<u>(46,476)</u>
	<u><u>4,217,924</u></u>	<u><u>3,388,602</u></u>

No provision for Hong Kong Special Administrative Region (“Hong Kong”) of the PRC profits tax has been made as the Group had no taxable profit or incurred tax losses in Hong Kong for both years.

PRC Enterprise Income Tax has been calculated based on the estimated assessable profits in accordance with the relevant tax rates applicable to the subsidiaries in the PRC under the Enterprise Income Tax Law of the People’s Republic of China.

## Operating profit for the year

	2024 <i>HK\$'000</i>	2023 <i>HK\$'000</i>
Operating profit for the year has been arrived after deducting the following items:		
Directors' remuneration		
– Fees	1,880	1,880
– Salaries and bonus	12,559	12,562
– Pension costs	721	436
	<u>15,160</u>	<u>14,878</u>
Wages, salaries and bonus	6,475,237	6,055,367
Social insurance expenses and retirement benefit schemes	1,245,368	1,101,023
Termination benefit costs	15,914	15,627
	<u>7,751,679</u>	<u>7,186,895</u>
Auditor's remuneration	16,473	14,595
Cost of inventories recognised as expenses	53,323,525	55,675,789
Depreciation and amortisation	16,417,362	14,720,207
Impairment charges	578,760	2,748,698
	<u>70,836,427</u>	<u>73,925,094</u>
And after adding the following items:		
Dividend income from a FVOCI investee company	66,276	59,690
Government grants	662,242	800,443
Interest income	156,954	125,119
Service income	176,720	228,957
Sales of by-products	367,464	535,125
Income from trading of carbon emission rights and coal production capacity indicators	555,550	245,801
Exchange gains, net	138,410	66,081
Gains on disposal of subsidiaries	151,282	47,029
Gains (losses) on deemed disposal of joint ventures	193,236	(55,806)
Bargain purchase gain on acquisition of a subsidiary	876,408	–
Gains on disposal of property, plant and equipment	18,571	124,537
Gains on disposal of right-of-use assets	68,765	31,469
	<u>2,200,883</u>	<u>1,012,308</u>

## Profit attributable to owners of the Company

As a result of the above, profit attributable to owners of the Company increased from approximately HK\$11,003 million in 2023 to approximately HK\$14,388 million in 2024, representing a year-on-year increase of 30.8%.

## Earnings per share

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

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
Profit attributable to owners of the Company	<u>14,388,447</u>	<u>11,003,283</u>
	<b>2024</b>	<b>2023</b>
Weighted average number of ordinary shares in issue	<u>4,851,070,343</u>	<u>4,810,443,740</u>
	<b>2024</b> <i>HK\$</i>	<b>2023</b> <i>HK\$</i>
Basic earnings per share	<u>2.97</u>	<u>2.29</u>



## Final dividend and closure of register of members

The Board has resolved to recommend a final dividend of HK\$0.691 per share for 2024 (2023: HK\$0.587 per share).

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
Dividends distributed during the year:		
2024 Interim, paid – HK\$0.455 per share (2023: HK\$0.328 per share)	2,188,752	1,577,826
2023 Final, paid – HK\$0.587 per share (2022: HK\$0.376 per share)	2,823,730	1,808,727
Special, approved – nil (2023: HK\$0.5 per share)	–	2,405,222
	<u>5,012,482</u>	<u>5,791,775</u>
Dividend proposed after the end of the reporting year:		
Proposed final dividend for 2024 of HK\$0.691 per share (2023: HK\$0.587 per share)	<u>3,577,347</u>	<u>2,823,730</u>

Subject to the approval of shareholders at the forthcoming annual general meeting of the Company to be held on Thursday, 5 June 2025 (or any adjournment thereof) (“2025 AGM”), the proposed 2024 final dividend (“2024 Final Dividend”) will be distributed on Wednesday, 23 July 2025 to shareholders of the Company whose names appear on the register of members of the Company at the close of business on Friday, 13 June 2025.

The 2024 Final Dividend will be paid in HKD to each shareholder. However, shareholders may elect to receive the 2024 Final Dividend in RMB in cash.

Shareholders may elect to receive the entire 2024 Final Dividend at the average benchmark rate of HKD against RMB as published by the People’s Bank of China for the five business days preceding the date of the 2025 AGM (including the date of the 2025 AGM), but not a part thereof, except that HKSCC Nominees Limited may elect to receive part of its final dividend in RMB. Details of the dividend currency election will be set out in a circular to be sent to shareholders by the Company in late April 2025 and the dividend currency election form will be sent to shareholders as soon as possible after the 2025 AGM.

For determining the entitlement to attend, speak and vote at the AGM, the register of members of the Company will be closed from Monday, 2 June 2025 to Thursday, 5 June 2025 (both days inclusive), during which no share transfer will be registered. In order to be eligible to attend, speak and vote at the 2025 AGM, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong no later than 4:30 p.m. on Friday, 30 May 2025.

For determining the entitlement to the proposed final dividend for the year ended 31 December 2024, the register of members of the Company will be closed on Friday, 13 June 2025 and no share transfer will be registered on that day. To qualify for the proposed final dividend for the year ended 31 December 2024, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712 – 1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong no later than 4:30 p.m. on Thursday, 12 June 2025.

### **Capital structure management**

The Group and the Company manage capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to shareholders through the optimization of the debt and equity structures. The Group's and the Company's overall strategy remain consistent as in prior years.

The capital structure of the Group consists of net debts (including long-term and short-term bank borrowings, corporate bonds and loans from related parties), cash and cash equivalents, pledged and restricted bank deposits and total equity.

The Board reviews the capital structure on a periodic basis. As part of the review, the Board considers the cost of capital and the risks associated with each class of capital. Based on the resolution of the Board, the Group will balance its overall capital structure through payment of dividends, new share issues and share buy-backs as well as by issuance of new debts or repayment of existing debts.

### **Liquidity and financial resources, borrowings and charge of assets**

As at 31 December 2024, the Group had net current liabilities of HK\$39,369 million. The Directors are of the opinion that, taking into account the current operating and business plan of the Group as well as the banking facilities available to the Group, the Group has sufficient working capital to enable it to meet in full its financial obligations as and when they fall due at least for the coming twelve months from the balance sheet date. Therefore, the consolidated financial statements have been prepared on a going concern basis.

The cash and cash equivalents as at 31 December 2024 denominated in local currency and foreign currencies amounted to RMB5,171 million, HK\$169 million, Great Britain Pounds ("GBP") 7.5988 million, United States Dollars ("USD") 0.9369 million and Bangladeshi taka ("BDT") 0.7306 million.

Bank and other borrowings of the Group as at 31 December 2024 and 2023 are as follows:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
Secured bank loans	1,781,585	2,026,006
Unsecured bank loans	184,265,718	156,062,319
Corporate bonds	4,319,480	1,103,480
Loans from a related party	–	5,340,000
	<u>190,366,783</u>	<u>164,531,805</u>

The bank borrowings were repayable as follows:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
Within 1 year	50,206,536	33,364,682
More than 1 year and within 2 years	35,065,977	22,622,584
More than 2 years and within 5 years	46,187,334	47,905,709
Over 5 years	54,587,456	54,195,350
	<u>186,047,303</u>	<u>158,088,325</u>

The corporate bonds were repayable as follows:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
More than 1 year and within 2 years	1,079,870	–
More than 2 years and within 5 years	–	1,103,480
More than 5 years	3,239,610	–
	<u>4,319,480</u>	<u>1,103,480</u>

The above bank and other borrowings are secured by:

Pledge of assets	<u>2,351,724</u>	<u>2,319,159</u>
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*Note:* Certain bank loans were secured by the Group’s buildings, power generating plants and equipment with carrying value of HK\$1,959,941,000 (2023: HK\$1,877,991,000) and HK\$391,783,000 (2023: HK\$441,168,000) respectively.

As at 31 December 2024, bank and other borrowings denominated in local currency and foreign currencies amounted to RMB173,895 million, HK\$2,573 million and European Union (“EUR”) 1.14 million respectively.

As at 31 December 2024, bank and other borrowings included HK\$2,573 million (2023: HK\$10,301 million) bore interest at HIBOR plus 0.9% per annum, and the remaining bank and other borrowings bore interest at a range from 0.9% to 4.1% (2023: 1.5% to 4.45%) per annum.

As at 31 December 2024, the ratio of the Group’s net debt to total equity was 153.6%, and the ratio of total debt to total capitalisation was 61.3%. In the opinion of the Directors, the Group has a stable capital structure, which can support its future development plans and operations.

In 2024, the Group’s primary sources of funding included proceeds from borrowings, net cash inflows generated from operating activities, proceeds from issuance of shares, proceeds from issuance of corporate bonds, proceeds from issuance of perpetual capital securities and advances from associates and joint ventures, which amounted to HK\$82,926 million, HK\$33,695 million, HK\$7,198 million, HK\$3,302 million, HK\$2,185 million and HK\$1,865 million, respectively. The Group’s funds were primarily used for repayment of borrowings, payments for purchase of property, plant and equipment, mining rights and right-of-use assets, repayment of loans and advances from an intermediate holding company, payment of dividends, interest on borrowings and advances from associates and joint ventures paid, cash outflows on acquisition of interest in associates and redemption of perpetual capital securities, which were HK\$52,856 million, HK\$49,700 million, HK\$8,543 million, HK\$8,303 million, HK\$4,704 million, HK\$3,251 million and HK\$2,163 million, respectively.

## Trade receivables

	<b>2024</b> <i>HK\$’000</i>	<b>2023</b> <i>HK\$’000</i>
Trade receivables from contracts with customers		
Accounts receivable	34,559,351	33,024,477
Notes receivable	78,993	129,005
	<u>34,638,344</u>	<u>33,153,482</u>
Less: loss allowance for trade receivables	(357,700)	(327,478)
	<u><u>34,280,644</u></u>	<u><u>32,826,004</u></u>

Trade receivables are generally due within 60 days from the billing date, except for the portion of wind or photovoltaic power electricity tariff beyond the local thermal power benchmark tariff. The settlement of the portion of wind or photovoltaic power electricity tariff beyond the local thermal power benchmark tariff is subject to approval by the government and being included in the renewable energy tariff subsidy directory. Thereafter, funds to the local grid companies are disbursed by the government, resulting in a relatively longer time for settlement.

The following is an ageing analysis of trade receivables by invoice date included in trade and other receivables at the end of the reporting period:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
0 – 30 days	11,273,378	10,808,248
31 – 60 days	1,431,468	3,747,475
Over 60 days	<u>21,933,498</u>	<u>18,597,759</u>
	<u><u>34,638,344</u></u>	<u><u>33,153,482</u></u>

### **Trade payables**

The following is an ageing analysis of trade payables by invoice date included in trade and other payables at the end of the reporting period:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
0 – 30 days	5,557,929	4,042,101
31 – 90 days	711,309	1,024,761
Over 90 days	<u>590,606</u>	<u>950,111</u>
	<u><u>6,859,844</u></u>	<u><u>6,016,973</u></u>

Average credit term for purchase of goods is 90 days.

## Key financial ratios of the Group

	2024	2023
Current ratio ( <i>times</i> )	0.58	0.59
Quick ratio ( <i>times</i> )	0.52	0.54
Net debt to total equity ratio (%)	153.6	153.1
EBITDA interest coverage ( <i>times</i> ) <sup>(Note)</sup>	8.1	7.3

Current ratio = balance of current assets at the end of the year/balance of current liabilities at the end of the year

Quick ratio = (balance of current assets at the end of the year – balance of inventories at the end of the year)/balance of current liabilities at the end of the year

Net debt to total equity ratio = (balance of borrowings at the end of the year – balance of cash and cash equivalents at the end of the year – balance of pledged cash at the end of the year)/total equity at the end of the year

EBITDA interest coverage = (profit before taxation + interest expenses + depreciation and amortisation)/interest expenses (including capitalized interest)

*Note:* Excluding non-cash income and expenses, such as gains and losses on disposal of assets, impairment losses and exchange gains and losses.

## Foreign exchange risk

The Group collects substantially all of its revenue in RMB and most of the Group's expenses, including expenses incurred in its operations and capital expenditure, are also denominated in RMB.

The Group's business transactions were mainly carried out in HKD and RMB. The Group's exposure to foreign exchange risk was attributable to the bank balances and debts which were denominated in currencies other than the functional currencies of the relevant entities to which these bank balances and debts were related.

In addition, given there are different functional currencies within the Group, there is still foreign exchange risk which arises from the transactions and balances within the Group even after intragroup eliminations. The carrying amounts of monetary assets and monetary liabilities denominated in foreign currency before elimination as at 31 December 2024 are as follows:

	<b>2024</b> <i>HK\$'000</i>	<b>2023</b> <i>HK\$'000</i>
<b>Assets</b>		
USD	7,409	69
RMB	–	17,826,658
HKD	169,724	1,075
GBP	262,511	147,849
	<u>                    </u>	<u>                    </u>
<b>Liabilities</b>		
RMB	–	48,891,229
HKD	2,576,026	14,440
GBP	97	100
EUR	9,202	10,387
	<u>                    </u>	<u>                    </u>

The Group does not use derivative financial instruments to hedge its exposure against changes in exchange rates of the RMB against HKD and USD.

#### **Events after the balance sheet date**

The Group had no significant subsequent event since the end of the financial period.

#### **Contingent liabilities**

As at 31 December 2024, there were certain pending litigations and claims against the Group. After consulting the legal counsels, the Directors are of the view that the likelihood of any material adverse financial impact on the Group is remote, and it is not necessary to make further provisions for such litigations and claims.

#### **Employees**

The Group had 21,849 employees as at 31 December 2024 (2023: 22,203 employees).

The Company and its subsidiaries have entered into employment contracts with all of their employees. The compensation of employees mainly includes salaries and performance-based bonuses.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY’S LISTED SECURITIES**

During the year ended 31 December 2024, neither the Company nor its subsidiaries had purchased, sold or redeemed any of the Company’s listed securities (including treasury shares as defined under the Rules Governing the Listing of Securities (“Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

For the year ended 31 December 2024, the Company did not hold any treasury shares.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

During the period, the Company has complied with the code provisions (the “Code Provision(s)”) set out in Part 2 of the Corporate Governance Code contained in Appendix C1 to the Listing Rules except for the deviations set out as follows:

- Since the re-designation of Mr. SHI Baofeng (“Mr. SHI”) from the position of the president (the “President”) of the Company to the Chairman of the Board with effect from 24 April 2023, the position of the President has become vacant during the period from 24 April 2023 to 15 December 2024. Mr. SHI, the Chairman of the Board, assumed the interim duties and responsibilities of the President, therefore the Company did not comply with the requirement of Code Provision C.2.1. Mr. WANG Bo has been appointed as an Executive Director and the President of the Company since 16 December 2024 and the Company has complied with the requirement of Code Provision C.2.1 thereafter.
- Code Provision F.2.2 provides that the chairman of the board shall attend the annual general meeting. Mr. SHI, the Chairman of the Board, was unable to attend the annual general meeting of the Company held on 5 June 2024 due to other business arrangements. Mr. ZHANG Junzheng, the then executive Director, was elected by the Directors present at the meeting to preside over the meeting.

## **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS (THE “MODEL CODE”)**

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions conducted by the Directors. Having made specific enquiries of all Directors, the Company confirmed that all Directors have complied with the required standards set out in the Model Code.

## **AUDITOR AND THE AUDIT AND RISK COMMITTEE**

The consolidated financial statements of the Group for the year ended 31 December 2024 have been audited by the Company’s auditor, Messrs. Deloitte Touche Tohmatsu. An unqualified auditor’s report will be included in the Annual Report 2024 for dispatch to shareholders. The Audit and Risk Committee of the Board has reviewed the annual results of the Group for the year ended 31 December 2024.

The figures in respect of the Group’s consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, and the related notes thereto for the year ended 31 December 2024 as set out in the preliminary announcement for the year ended 31 December 2024, have been agreed by the Group’s auditor, Messrs. Deloitte Touche Tohmatsu, to the amounts as set out in the audited consolidated financial statements of the Group for the year. The work performed by Messrs. Deloitte Touche Tohmatsu in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants, and consequently no opinion or assurance conclusion has been expressed by Messrs. Deloitte Touche Tohmatsu on the preliminary announcement.



The financial information in respect of the years ended 31 December 2024 and 2023 contained in this preliminary announcement of annual results for the year ended 31 December 2024 does not constitute a part of the Company's statutory annual financial statements for those years but is derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows: The Company has delivered the financial statements for the year ended 31 December 2023 to the Registrar of Companies as required by section 662(3), and Part 3 of Schedule 6, under the Hong Kong Companies Ordinance (Cap.622). The Company will deliver the financial statements for the year ended 31 December 2024 to the Registrar of Companies in due course.

The Company's auditors have reported on the financial statements of the Group for both years. The auditors' reports were unqualified, did not make reference to any matters on which the auditors would like to draw attention by way of emphasis without qualifying its reports, and did not contain a statement under sections 406(2), 407(2) or 407(3) of the Companies Ordinance (Cap.622).

## **PUBLIC FLOAT**

Based on the information that is publicly available to the Company and within the knowledge of the Directors, as at the date of this announcement, there is sufficient public float of not less than 25% of the issued shares of the Company as required under the Listing Rules.

## **PUBLICATION OF THE ANNUAL RESULTS AND 2024 ANNUAL REPORT ON THE WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY**

This annual results announcement is published on the websites of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company ([www.cr-power.com](http://www.cr-power.com)), and the 2024 Annual Report containing all the information required by the Listing Rules will be made available to the Shareholders and published on the respective websites of the Stock Exchange and the Company in due course.

## **ANNUAL GENERAL MEETING**

The annual general meeting of the Company for 2025 will be held on 5 June 2025 in Hong Kong.

By order of the Board  
**China Resources Power Holdings Company Limited**  
**SHI Baofeng**  
*Chairman*

Hong Kong, 20 March 2025

*As at the date of this announcement, the Board of the Company comprises three executive Directors, namely Mr. SHI Baofeng (Chairman), Mr. WANG Bo and Mr. SONG Kui; four non-executive Directors, namely Mr. ZHOU Bo, Mr. ZHANG Yingzhong, Mr. LI Chuanji and Mr. ZENG Jun; and six independent non-executive Directors, namely Ms. LEUNG Oi-sie, Elsie, Dr. CH' IEN Kuo Fung, Raymond, Mr. SO Chak Kwong, Jack, Mr. YANG Yuchuan, Mr. CHAN Hak Kan and Mr. CHAN Yung.*