



Beijing
北京

BEIJING JINCHENG ENERGY CO., LIMITED

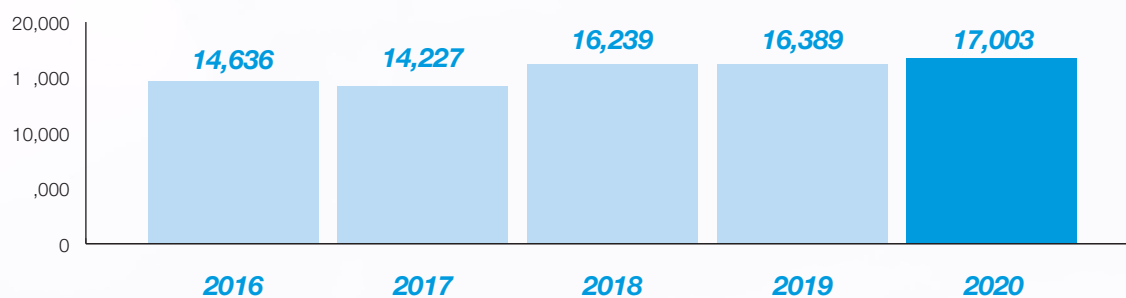
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Financial Highlights

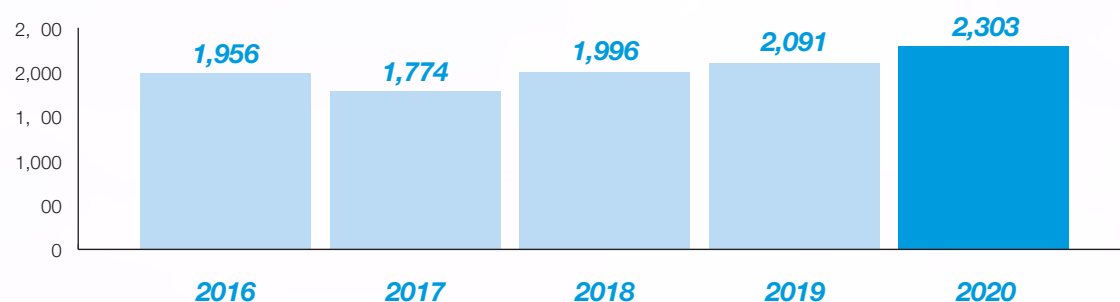
REVENUE

RMB in millions



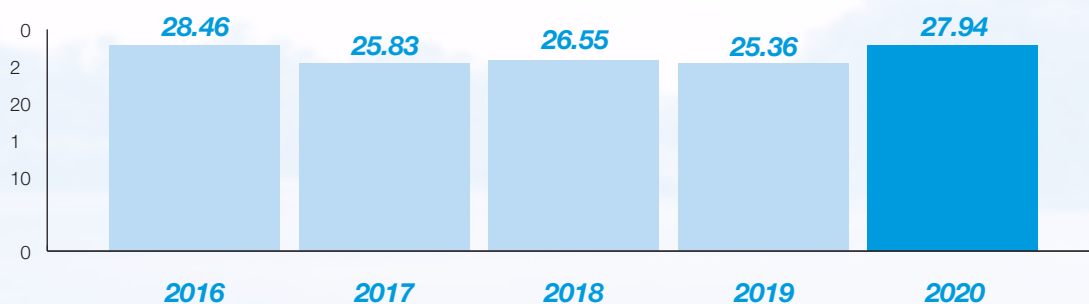
PROFIT FOR THE YEAR ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

RMB in millions



EARNINGS PER SHARE

RMB cents



Financial Summary

	Year ended December 31				
	2020 RMB'000	2019 RMB'000	2018 RMB'000	2017 RMB'000	2016 RMB'000
Revenue	17,003,306	15,000,000	12,200,000	14,220,000	14,000,000
Cost of sales	797,393	1,000,000	1,020,000	1,000,000	1,440,000
Gross profit	3,917,090	4,000,000	1,180,000	3,220,000	2,560,000
Operating expenses	2,953,026	2,000,000	2,420,000	2,420,000	2,000,000
Operating income	(557,041)	(0,000)	(2,400,000)	(1,000,000)	(440,000)
Interest income	2,395,985	2,100,000	2,110,000	1,000,000	2,120,000
Interest expense	2,518,122	2,140,000	1,040,000	2,100,000	1,000,000
Income before income tax	2,303,390	2,000,000	1,000,000	1,000,000	1,000,000
Income tax expense	31,950	0,000	0,000	0,000	0,000
Income after income tax	60,645	0,000	0,000	0,000	0,000
Net income	2,395,985	2,100,000	2,110,000	1,000,000	2,120,000
Income before income tax	2,425,527	2,100,000	1,000,000	1,000,000	1,000,000
Income tax expense	31,950	0,000	0,000	0,000	0,000
Income after income tax	60,645	0,000	0,000	0,000	0,000
Net income	2,518,122	2,140,000	1,040,000	2,100,000	1,000,000
Weighted average number of shares outstanding (RMB cents)	27.94	2.00	2.00	2.00	2.00

Financial Summary

	Year ended December 31				
	2020 RMB'000	2019 RMB'000	2018 RMB'000	2017 RMB'000	2016 RMB'000
total assets	70,538,308	67,231,000	44,414,400	40,000,000	47,720,000
non-current assets	55,656,303	44,422,000	42,000,000	42,100,000	40,200,000
current assets	14,882,005	10,100,000	12,114,400	1,900,000	17,520,000
total liabilities	44,171,461	44,400,000	42,000,000	2,000,000	0,000,000
current liabilities	25,244,624	14,400,000	14,000,000	12,220,410	10,000,000
non-current liabilities	18,926,837	17,210,000	14,000,000	12,220,410	10,000,000
equity	26,366,847	22,831,000	21,114,400	17,000,000	17,720,000
paid-up capital	8,244,508	8,244,000	8,244,000	8,240,420	8,240,420
reserves	16,249,142	14,420,000	12,870,400	8,759,580	9,479,580
total equity	24,493,650	22,664,000	21,114,400	17,000,000	17,720,000
minority interest	1,525,582	1,525,582	1,525,582	1,525,582	1,525,582
non-controlling interest	347,615	402,410	7,222,000	2,222,000	4,000,000
total equity	26,366,847	22,831,000	21,114,400	17,000,000	17,720,000

Corporate Profile

[illegible]

1. ... 2020, ... 10, 1
...
... 4,02 ... 0% ...
... 0% ...
...
... 2,67 ...
...
... 2,12 ...
...
... 40 ...
...
...

[illegible]

Chairman's Statement

2020-ті, в порівнянні з 2019-м, в Україні зменшилася кількість осіб, які вважалися безробітними, на 1,1 тис. осіб, що становить 0,1 відсотка. Зменшення кількості осіб, які вважалися безробітними, відбулося за рахунок зменшення кількості осіб, які вважалися безробітними, на 1,1 тис. осіб, що становить 0,1 відсотка. Зменшення кількості осіб, які вважалися безробітними, відбулося за рахунок зменшення кількості осіб, які вважалися безробітними, на 1,1 тис. осіб, що становить 0,1 відсотка.

התאגדות זו היא חברה בע"מ, הכוללת 100% מהחלקים של החברה. החברה נוסדה בשנת 2022 והיא חברה בע"מ, הכוללת 100% מהחלקים של החברה. החברה נוסדה בשנת 2022 והיא חברה בע"מ, הכוללת 100% מהחלקים של החברה. החברה נוסדה בשנת 2022 והיא חברה בע"מ, הכוללת 100% מהחלקים של החברה.

התאגדות זו היא חברה בע"מ, הכוללת 141 חברים, מתוכם 100 חברים פרטיים ו-41 חברים חוקיים. החברה נוסדה בשנת 2021, והיא פועלת כחברה בע"מ, הכוללת 141 חברים, מתוכם 100 חברים פרטיים ו-41 חברים חוקיים. החברה נוסדה בשנת 2021, והיא פועלת כחברה בע"מ, הכוללת 141 חברים, מתוכם 100 חברים פרטיים ו-41 חברים חוקיים.

General Manager's Statement

הנהלת החברה מודעת להשלכות הכלכליות של מגפת הקורונה על כלכלת ישראל, על כלכלת העולם ועל כלכלת החברה. החברה ממשיכה לפעול במלוא כוחה כדי להבטיח את המשלוחים ללקוחותיה ולמספק את השירותים המיוחלים. החברה ממשיכה לפעול במלוא כוחה כדי להבטיח את המשלוחים ללקוחותיה ולמספק את השירותים המיוחלים.

החברה מודעת להשלכות הכלכליות של מגפת הקורונה על כלכלת ישראל, על כלכלת העולם ועל כלכלת החברה. החברה ממשיכה לפעול במלוא כוחה כדי להבטיח את המשלוחים ללקוחותיה ולמספק את השירותים המיוחלים. החברה ממשיכה לפעול במלוא כוחה כדי להבטיח את המשלוחים ללקוחותיה ולמספק את השירותים המיוחלים.

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Management Discussion and Analysis

I. REVIEW OF THE ELECTRIC POWER INDUSTRY

[illegible]

2020 წლის მარტის თვეში, კომპანია "საქსტელის" მომსახურების მიხედვით, 2.20 მილიონ ლარს შეადგენდა მომსახურების ღირებულება, რაც 2019 წლის მარტის თვესთან შედარებით 1.2 მილიონ ლარით, ან 35.7% -ით მეტია. 2020 წლის მარტის თვეში, კომპანია "საქსტელის" მომსახურების ღირებულება შეადგენდა 1.2 მილიონ ლარს, რაც 2019 წლის მარტის თვესთან შედარებით 1.2 მილიონ ლარით, ან 35.7% -ით მეტია. 2020 წლის მარტის თვეში, კომპანია "საქსტელის" მომსახურების ღირებულება შეადგენდა 1.2 მილიონ ლარს, რაც 2019 წლის მარტის თვესთან შედარებით 1.2 მილიონ ლარით, ან 35.7% -ით მეტია.

[illegible]

ը 2020, ի տեղի ունեցող ընդհանուր 4,21 և, ընդհանուր
 ընդհանուր 2 և ի տեղի ունեցող ընդհանուր 2,07
 և, ընդհանուր ընդհանուր 10 և ի տեղի ունեցող
 ընդհանուր 1,21 և, ընդհանուր ընդհանուր 10 և ի տեղի ու
 ընդհանուր ընդհանուր, 27 և, ընդհանուր ընդհանուր 10
 և .

טתל... תלת... חסות... תחילת... תחילת...
7% חסות... תחילת... תחילת... תחילת... 7%
חסות...

II. BUSINESS REVIEW FOR THE YEAR OF 2020

During the year ended 31 December 2020, the Group continued to focus on its core business, power generation, and to expand its business scope. The Group continued to invest in the power generation business, and the investment in the power generation business continued to increase. The Group continued to invest in the power generation business, and the investment in the power generation business continued to increase. The Group continued to invest in the power generation business, and the investment in the power generation business continued to increase.

1. Rapid growth of installed capacity, steady rise in power generation

The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019.

The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019. The Group continued to expand its installed capacity, and the installed capacity increased by 10,1% compared with the same period of 2019.

Management Discussion and Analysis

2. Vigorously promoting early-stage development and focusing on breakthroughs in key projects

[illegible]

3. Optimising capital structure and reducing financial costs

[illegible]

4. Insist on innovation-driven development to improve quality and efficiency

[illegible]

Management Discussion and Analysis

5. Keep pace with the times and prepares for the 14th Five-Year Plan

1. 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100, 101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149, 150, 151, 152, 153, 154, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 167, 168, 169, 170, 171, 172, 173, 174, 175, 176, 177, 178, 179, 180, 181, 182, 183, 184, 185, 186, 187, 188, 189, 190, 191, 192, 193, 194, 195, 196, 197, 198, 199, 200, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846,

III. OPERATING RESULTS AND ANALYSIS

1. Overview

2020. gada sākuma stāvoklī, kas ir 2,10 miljoni, kas ir 10,1% no 2019. gada sākuma stāvokļa, kas ir 2,08 miljoni.

2. Operating Income

[illegible]

Gas-fired Power and Heat Energy Generation Segment

2.20% - 12,420.0 - 201 t - 12,14.2 - 2020. ...
4.0 % - 10,17.4 - 201 t - 10,12.
2020, ...
1% - 1,02. - 201 t - 1, ...
2020, ...

Management Discussion and Analysis

Wind Power Segment

Our wind power segment's operating income decreased by 1.4% to 1,010 million yuan in 2021 from 1,026 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of wind power projects in operation.

Photovoltaic Power Segment

Our photovoltaic power segment's operating income decreased by 1.0% to 1,041 million yuan in 2021 from 1,052 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of photovoltaic projects in operation.

Hydropower Segment

Our hydropower segment's operating income decreased by 0.4% to 1,041 million yuan in 2021 from 1,046 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of hydropower projects in operation.

Others

Our other segments' operating income decreased by 4.7% to 1,010 million yuan in 2021 from 1,061 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of other projects in operation.

3. Other Income

Our other income decreased by 24.1% to 1,010 million yuan in 2021 from 1,334 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of other projects in operation. Our other income also includes income from the sale of fixed assets, income from the disposal of subsidiaries, and income from the disposal of long-term equity investments. Our other income also includes income from the disposal of long-term equity investments.

4. Operating Expenses

Our operating expenses decreased by 1.21% to 1,117 million yuan in 2021 from 1,131 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of projects in operation.

(1) Gas Consumption

Our gas consumption decreased by 1.0% to 1,142 million yuan in 2021 from 1,154 million yuan in 2020, with the decrease primarily attributable to the decrease in the number of projects in operation.

Management Discussion and Analysis

(2) *Depreciation and Amortization*

Management Discussion and Analysis

6. Adjusted Segment Operating Profit

The adjusted segment operating profit decreased by 2% to 12.1 million yuan in 2021 compared to 12.4 million yuan in 2020.

Gas-fired Power and Heat Energy Generation Segment

The adjusted segment operating profit decreased by 0.01% to 1,042.4 million yuan in 2021 compared to 1,042.5 million yuan in 2020, due to the decrease in the operating profit of the gas-fired power and heat energy generation segment.

Wind Power Segment

The adjusted segment operating profit decreased by 41.7% to 4.2 million yuan in 2021 compared to 7.2 million yuan in 2020, due to the decrease in the operating profit of the wind power segment.

Photovoltaic Power Segment

The adjusted segment operating profit decreased by 2.7% to 1,110.0 million yuan in 2021 compared to 1,137.0 million yuan in 2020, due to the decrease in the operating profit of the photovoltaic power segment.

Hydropower Segment

The adjusted segment operating profit decreased by 47.7% to 10.7 million yuan in 2021 compared to 20.5 million yuan in 2020, due to the decrease in the operating profit of the hydropower segment.

Others

The adjusted segment operating profit decreased by 14.7% to 2.4 million yuan in 2021 compared to 2.8 million yuan in 2020, due to the decrease in the operating profit of the others segment.

7. Finance Costs

The finance costs decreased by 4% to 1,210.0 million yuan in 2021 compared to 1,260.0 million yuan in 2020, due to the decrease in the finance costs of the gas-fired power and heat energy generation segment.

8. Share of Results of Associates and Joint Ventures

The share of results of associates and joint ventures decreased by 22.1% to 11.4 million yuan in 2021 compared to 14.7 million yuan in 2020, due to the decrease in the share of results of associates and joint ventures.

Management Discussion and Analysis

9. Profit before taxation

Profit before taxation, as disclosed in the consolidated financial statements, was 10. % in 2019 and 2, 7. % in 2020.

10. Income Tax Expense

Income tax expense, as disclosed in the consolidated financial statements, was 0.0 % in 2019 and 7.0 % in 2020.

11. Profit for the Year

Profit for the year, as disclosed in the consolidated financial statements, was 10. % in 2019 and 2, 1. % in 2020.

12. Profit for the Year Attributable to Equity holders of the Company

Profit for the year attributable to equity holders of the company, as disclosed in the consolidated financial statements, was 10.17% in 2019 and 2, 0.4 % in 2020.

IV. FINANCIAL POSITION

1. Overview

In 2020, the total assets of the company were 70, 0. % in 2019 and 44, 171. % in 2020. The total liabilities of the company were 2, 0. % in 2019 and 24, 4. % in 2020.

2. Particulars of Assets and Liabilities

The total assets of the company were 1.11% in 2019 and 72.2 % in 2020. The total liabilities of the company were 2.0 % in 2019 and 47. % in 2020. The total assets of the company were 44, 171. % in 2019 and 20. % in 2020. The total liabilities of the company were 2, 0. % in 2019 and 22, 72.7 % in 2020. The total assets of the company were 24, 4. % in 2019 and 20. % in 2020.

Management Discussion and Analysis

3. Liquidity

At the end of 2020, the company's total assets were 14,200 million yuan, an increase of 4.2% compared with the end of 2019. The total liabilities were 11,422.2 million yuan, an increase of 2.244% compared with the end of 2019. The company's net assets were 2,777.8 million yuan, an increase of 12.1% compared with the end of 2019. The company's operating cash flow was 7,000 million yuan, an increase of 0.7% compared with the end of 2019. The company's capital structure is reasonable, and the company has strong liquidity.

The company's operating cash flow was 11.2% of the total assets at the end of 2019, an increase of 10.2% compared with the end of 2020. The company's operating cash flow was 7.0% of the total assets at the end of 2019, an increase of 2.0% compared with the end of 2020, indicating that the company's operating cash flow is stable.

4. Net Gearing Ratio

The company's net gearing ratio (total liabilities divided by total assets) was 2.44% at the end of 2019, an increase of 2.4% compared with the end of 2020. The company's net gearing ratio was 2.2% at the end of 2019, an increase of 2.0% compared with the end of 2020, indicating that the company's net gearing ratio is stable.

The company's net gearing ratio was 2.0% at the end of 2019, an increase of 2.1% compared with the end of 2020. The company's net gearing ratio was 2.0% at the end of 2019, an increase of 2.1% compared with the end of 2020, indicating that the company's net gearing ratio is stable. The company's operating cash flow was 7,000 million yuan, an increase of 0.7% compared with the end of 2019. The company's capital structure is reasonable, and the company has strong liquidity.

The company's net gearing ratio was 4.0% at the end of 2019, an increase of 4.0% compared with the end of 2020. The company's net gearing ratio was 4.2% at the end of 2019, an increase of 4.2% compared with the end of 2020.

V. OTHER SIGNIFICANT EVENTS

1. Financing

On December 31, 2020, the company's total debt balance was 2,000.0 million yuan, an increase of 2.0% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 2,000.0 million yuan, an increase of 1.0% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 1,000.0 million yuan, an increase of 1.0% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 2,000.0 million yuan, an increase of 2.0% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 2,000.0 million yuan, an increase of 1.0% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 1,000.0 million yuan, an increase of 2.7% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 1,000.0 million yuan, an increase of 0.2% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 1,000.0 million yuan, an increase of 2.22% compared to the end of 2019.

On December 31, 2020, the company's total debt balance was 1,000.0 million yuan, an increase of 44% compared to the end of 2019.

2. Capital Expenditure

In 2020, the company's capital expenditure was 4.2 million yuan, an increase of 4.2 million yuan compared to 2019. The company's capital expenditure was 4.2 million yuan, an increase of 4.2 million yuan compared to 2019.

Management Discussion and Analysis

3. Establishment and Acquisition of Subsidiaries

During the year, the Company established four subsidiaries, namely Ningxia Tongxin Dadi Risheng New Energy Co., Ltd. (寧夏同心大地日盛新能源有限公司), Ningxia Shanyang New Energy Co., Ltd. (寧夏杉陽新能源有限公司), Jiangsu Dingrui Solar Power Generation Co., Ltd. (湛江市鼎瑞太陽能發電有限公司) and Yixian Jiahui Photovoltaic Power Co., Ltd. (義縣珈煜光伏電力有限公司) in 2020, which are all wholly-owned subsidiaries of the Company.

The Company also established three subsidiaries, namely Kangbao Xingqing Clean Energy Co., Ltd. (康保新京清潔能源有限公司), Shangyijiang New Energy Co., Ltd. (尚義京能新能源有限公司) and Zhang Beijing Clean Energy Co., Ltd. (張北京能清潔能源有限公司) in 2020, which are all wholly-owned subsidiaries of the Company.

4. Contingent Liabilities

As at 31 December 2020, the Company has no contingent liabilities.

5. Mortgage of Assets

As at 31 December 2020, the Company's assets are not mortgaged. The Company's assets are not mortgaged as at 31 December 2019.

Management Discussion and Analysis

VI. RISK FACTORS AND RISK MANAGEMENT

Macro-environmental Risk

Our business is subject to various risks, including macro-environmental risks, which may have a significant impact on our business. These risks include changes in government policies, economic conditions, and market trends. We have implemented various measures to mitigate these risks, including diversifying our business and strengthening our financial position. We will continue to monitor these risks and take appropriate actions to manage them.

We have established a risk management system to identify, assess, and manage risks. This system includes a risk assessment framework and a risk management process. We have also established a risk management committee to oversee the implementation of the risk management system. We will continue to improve our risk management system and ensure that it is effective in managing risks.

Policy and Regulatory Risks

Our business is subject to various risks, including policy and regulatory risks, which may have a significant impact on our business. These risks include changes in government policies, regulations, and standards. We have implemented various measures to mitigate these risks, including staying up-to-date with the latest regulations and standards and ensuring that our business complies with all applicable laws and regulations. We will continue to monitor these risks and take appropriate actions to manage them.

We have established a policy and regulatory risk management system to identify, assess, and manage risks. This system includes a policy and regulatory risk assessment framework and a policy and regulatory risk management process. We have also established a policy and regulatory risk management committee to oversee the implementation of the policy and regulatory risk management system. We will continue to improve our policy and regulatory risk management system and ensure that it is effective in managing risks.

VII. BUSINESS OUTLOOK FOR 2021

Our business outlook for 2021 is positive. We expect our business to continue to grow and expand. We have implemented various measures to improve our business, including strengthening our financial position and improving our operational efficiency. We will continue to monitor the market and take appropriate actions to manage risks. We believe that our business is well-positioned to achieve our goals for 2021.

Management Discussion and Analysis

1. Evaluating the policies and capitalising the development opportunities

ב-12 בדצמבר 2020, הודיעה החברה על פיתוח תוכנית חדשה להחזרת שווי השוק. תוכנית זו, שהיקפה 200 מיליון דולר, כוללת הוצאת 2% מהחלקים, תוך שהחברה תחזיר את החלקים החדשים לבעלי החלקים הקיימים. תוכנית זו תחזיר 1.2 מיליארד דולר.

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2. Accelerating pre-development and optimizing project layout

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Management Discussion and Analysis

3. Focusing on safe production and ensuring safe development

● In 2020, the Company continued to adhere to the "safety first" principle, strictly implementing the "three musts" (must be thought of, must be planned, and must be implemented) and "three checks" (check for safety hazards, check for safety measures, and check for safety procedures) to ensure the safety of production and operation. The Company has established a complete safety management system, including safety management regulations, safety management procedures, and safety management measures. The Company has also established a safety management organization, including a safety management committee, a safety management department, and safety management personnel. The Company has also established a safety management system, including safety management regulations, safety management procedures, and safety management measures. The Company has also established a safety management organization, including a safety management committee, a safety management department, and safety management personnel. The Company has also established a safety management system, including safety management regulations, safety management procedures, and safety management measures. The Company has also established a safety management organization, including a safety management committee, a safety management department, and safety management personnel.

4. Accelerating scientific and technological innovation to promote high-quality development

In 2020, the Company continued to accelerate scientific and technological innovation, focusing on the development of new products and new technologies. The Company has established a complete scientific and technological innovation management system, including scientific and technological innovation management regulations, scientific and technological innovation management procedures, and scientific and technological innovation management measures. The Company has also established a scientific and technological innovation management organization, including a scientific and technological innovation management committee, a scientific and technological innovation management department, and scientific and technological innovation management personnel. The Company has also established a scientific and technological innovation management system, including scientific and technological innovation management regulations, scientific and technological innovation management procedures, and scientific and technological innovation management measures. The Company has also established a scientific and technological innovation management organization, including a scientific and technological innovation management committee, a scientific and technological innovation management department, and scientific and technological innovation management personnel.

Human Resources

As of December 31, 2020, the Company had a total of 2,174 employees, including 1,742 full-time employees and 432 part-time employees. The Company's employees are primarily located in Beijing, Tianjin, and other regions in China. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities.

I. SUMMARY OF HUMAN RESOURCES

As of December 31, 2020, the Company had a total of 2,174 employees, including 1,742 full-time employees and 432 part-time employees. The Company's employees are primarily located in Beijing, Tianjin, and other regions in China. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities. The Company's employees are primarily engaged in the design, construction, and operation of power generation facilities.

1. Age Structure:

Age distribution	Number of employees	Percentage	Cumulative percentage
18-24	1,042	47.9%	47.9%
25-34	742	22.22%	70.12%
35-44	114	5.24%	75.36%
45-54	114	5.24%	80.60%
55-64	114	5.24%	85.84%
65 and above	114	5.24%	91.08%
Total	2,174	100.00%	100.00%

2. Degree Structure

Educational background	Number of employees	Percentage	Cumulative percentage
Doctoral degree	1	0.04%	0.04%
Master's degree	172	7.91%	7.95%
Bachelor's degree	1,242	57.13%	65.08%
Associate degree	1,114	50.84%	115.92%
High school diploma	114	5.24%	121.16%
Total	2,174	100.00%	100.00%

Profiles of Directors, Supervisors and Senior Management

Mr. GAO Yuming (高玉明), Director General of the Department of Energy Management, State Administration of Power Supply Industries (北京石景山發電總廠), since 2000, has been working in the power industry. He was previously the Deputy General Manager of Beijing Jingneng Thermal Power Co., Ltd. (北京京能熱電股份有限公司) from 2000 to 2007, the Deputy General Manager of Inner Mongolia Keshongzhong (內蒙古科右中) from 2007 to 2009, the Deputy General Manager of Inner Mongolia Jingneng Fuxiang Thermal Power Co., Ltd. (內蒙古京能富祥發電有限公司) from 2009 to 2011, the Deputy General Manager of Inner Mongolia Jiaofang Thermal Power Co., Ltd. (內蒙古京發電力有限公司) from 2011 to 2012, the Deputy General Manager of Haidian North Gas Thermal Cold Joint Supply Project Construction Office (海淀北部燃氣熱電冷聯供項目籌建處) from 2012 to 2017, the Deputy General Manager of Beijing Shizhuang Gas Thermal Power Co., Ltd. (北京上莊燃氣熱電有限公司) from 2017 to 2020, the Deputy General Manager of Beijing Jingqiao Thermal Power Co., Ltd. (北京京橋熱電有限責任公司) from 2020 to 2021, and the Deputy General Manager of Huabei Electric College (華北電力學院) from 2021 to the present.

Mr. CAO Mansheng (曹滿勝),

Profiles of Directors, Supervisors and Senior Management

NON-EXECUTIVE DIRECTORS

Mr. REN Qigui (任啟貴), 中國農業機械化科學研究所能源動力所 (中國農業機械化科學研究所能源動力所) 200 (北京市能源投資公司) 200 (北京京能能源科技投資有限公司) 200 (北京華源熱力管網有限公司) 2012 (北京京能熱力發展有限公司) 2017 (北京熱力集團有限公司) 2017 (北京京煤集團有限公司) 2017 (北京京能熱力發展有限公司) 2017 (北京農

Ms. Li Juan (李娟), 女，汉族，出生于1980年10月10日，身份证号码：32062119801010XXXX，现居住于江苏省苏州市工业园区金鸡湖大道1999号12幢1201室。因与丈夫李强（李强，男，汉族，出生于1978年5月5日，身份证号码：32062119780505XXXX）感情不和，经双方协商一致，自愿协议离婚。双方无共同子女，无共同财产及债务。自本协议签订之日起，双方互不干涉对方的生活自由，任何一方不得向对方索取任何财物。本协议一式两份，双方各执一份，自双方签字之日起生效。

* $\frac{1}{2} \cdot 0.1 = 0.05$. 01

Profiles of Directors, Supervisors and Senior Management

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INDEPENDENT NON-EXECUTIVE DIRECTORS

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Profiles of Directors, Supervisors and Senior Management

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Mr. HAN Xiaoping (韓曉平), Chairman of the Board of Directors, is a Chinese citizen, born in 1963, with a Bachelor's degree. He has been the Chairman of the Board of Directors of the Company since 2017. He is also the Chairman of the Board of Directors of HAN Energy Technology Co., Ltd. (韓能能源科技股份有限公司) (Shanghai Stock Exchange Listing: 603201).

* $\frac{1}{2} \cdot 0.1 = 0.05$. 01

Profiles of Directors, Supervisors and Senior Management

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SUPERVISORS

Mr. WANG Xiangneng (王祥能), 中國社會科學院機關事務管理局基建處 (中國社會科學院機關事務管理局基建處), (中央國家機關講師團), (國家農業投資公司), (國家開發投資公司), (國家測繪局中測審計事務所), (國家測繪局中測審計事務所), (中誠信會計師事務所), 2000, (奧特迪會計師事務所), 2000, 2001, (北京中光華會計師事務所), 2001, 2002, (北京國際電力開發投資公司), 2002, 2004, (北京能源投資(集團)有限公司), 2004, (北京京能國際能源股份有限公司), 200, (北京京能熱電股份有限公司), 201, (北京金泰集團有限公司), 201, (北京京能國際能源股份有限公司), 200, (國華能源有限公司), 201, (北京京能能源技術研究有限責任公司), 201, (京能電力後勤服務有限公司), 201, (北京京能同鑫投資管理有限公司), 201, (北京京能清潔能源電力股份有限公司), (北京京能電力股份有限公司), (北京京煤集團有限責任公司), (京能服務管理有限公司), 201, 2004, 200.

* $\frac{1}{\sqrt{\pi}} \int_{-\infty}^{\infty} f(x) \delta(x-a) dx = f(a)$

Profiles of Directors, Supervisors and Senior Management

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Mr. YANG Huixian (楊會先),
煤炭總公司五廠)
(北京市煤炭總公司)
(北京市煤炭總公司一廠)
(北京市煤炭總公司一廠、四廠)
泰恆業有限責任公司海博分公司)
遊有限公司)
有限公司)
(中央黨校函授學院)

* $\frac{1}{2} \cdot 0.1 = 0.05$. 01

Profiles of Directors, Supervisors and Senior Management

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COMPANY SECRETARY

Mr. KANG Jian (康健), ...

Report of the Directors

The following information is given in accordance with the provisions of the Companies Act, 1999 (the "Companies Act") and the Companies (Particulars of Long-Term Financial Policy) Regulations, 2003 (the "Regulations") in relation to the financial statements for the year ended 31 December 2020 (the "Annual Report") and the financial statements for the year ended 31 December 2020 (the "Financial Statements") and the financial statements for the year ended 31 December 2020 (the "Financial Statements").

REGISTERED SHARE CAPITAL

At the end of 2020, the issued share capital of the Company was 2,44,00,144, which is 2,44,00,144 shares of 1.00 each, of which 414,11,44 shares are held by the Company and 2,02,88,700 shares are held by the public. The Company has not issued any shares during the year ended 31 December 2020.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

The Company has not purchased, sold or redeemed any of its listed securities during the year ended 31 December 2020.

DEBENTURES IN ISSUE

The Company has issued debentures of Rs. 100 crore during the year ended 31 December 2020. The details of the debentures issued are as follows:

FUTURE INVESTMENT PLANS AND EXPECTED FUNDING

The Company has no specific investment plans for the year ended 31 December 2020. The Company's investment plans are subject to the availability of funds and the market conditions. The Company expects to fund its investment plans through its internal resources and through the issue of debentures.

EQUITY-LINKED AGREEMENT

The Company has not entered into any equity-linked agreement during the year ended 31 December 2020.

PERMITTED INDEMNITY PROVISION

The Company has not entered into any permitted indemnity provision during the year ended 31 December 2020.

Report of the Directors

PLEDGING OF SHARES BY THE CONTROLLING SHAREHOLDER

At the end of the reporting period, the controlling shareholder has pledged shares of the Company to secure bank loans. The amount of shares pledged was 1,000,000 shares, representing 1.1% of the total shares of the Company as of December 31, 2020.

CHARGES ON GROUP ASSETS

At the end of the reporting period, the Group has no charges on its assets. The Group has no charges on its assets as of December 31, 2020. The Group has no charges on its assets as of December 31, 2020. The Group has no charges on its assets as of December 31, 2020.

LOAN AGREEMENTS OR FINANCIAL ASSISTANCE OF THE COMPANY

The Company has no loan agreements or financial assistance of the Company as of December 31, 2020. The Company has no loan agreements or financial assistance of the Company as of December 31, 2020. The Company has no loan agreements or financial assistance of the Company as of December 31, 2020.

SHARE OPTION SCHEME

The Company has no share option scheme as of December 31, 2020.

PRE-EMPTIVE RIGHTS

The Company has no pre-emptive rights as of December 31, 2020. The Company has no pre-emptive rights as of December 31, 2020. The Company has no pre-emptive rights as of December 31, 2020.

PRINCIPLE BUSINESS

The Company's principal business is the production and sale of clean energy products. The Company's principal business is the production and sale of clean energy products. The Company's principal business is the production and sale of clean energy products. The Company's principal business is the production and sale of clean energy products.

RESULTS

Our financial performance for the year ended 31 December 2020 is set out in the following table. The results for the year ended 31 December 2020 are compared with the results for the year ended 31 December 2019. The results for the year ended 31 December 2020 are set out in the following table. The results for the year ended 31 December 2020 are set out in the following table. The results for the year ended 31 December 2020 are set out in the following table.

The results for the year ended 31 December 2020 are set out in the following table. The results for the year ended 31 December 2020 are set out in the following table. The results for the year ended 31 December 2020 are set out in the following table. The results for the year ended 31 December 2020 are set out in the following table.

BUSINESS REVIEW

The business review for the year ended 31 December 2020 is set out in the following table. The business review for the year ended 31 December 2020 is set out in the following table. The business review for the year ended 31 December 2020 is set out in the following table. The business review for the year ended 31 December 2020 is set out in the following table.

ENVIRONMENTAL POLICIES AND PERFORMANCE

The environmental policies and performance for the year ended 31 December 2020 are set out in the following table. The environmental policies and performance for the year ended 31 December 2020 are set out in the following table. The environmental policies and performance for the year ended 31 December 2020 are set out in the following table.

COMPLIANCE WITH LAWS AND REGULATIONS

The compliance with laws and regulations for the year ended 31 December 2020 is set out in the following table. The compliance with laws and regulations for the year ended 31 December 2020 is set out in the following table. The compliance with laws and regulations for the year ended 31 December 2020 is set out in the following table. The compliance with laws and regulations for the year ended 31 December 2020 is set out in the following table.

Report of the Directors

DIVIDEND POLICY

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הוא מציג את המצב הנוכחי של המדינה, ואת
התוכנית החדשה להפחית את המיסוי, ולהגדיל
את ההוצאות, ואת התוכנית החדשה להפחית
את המיסוי, ולהגדיל את ההוצאות, ואת התוכנית
החדשה להפחית את המיסוי, ולהגדיל את ההוצאות.

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U n - n t n n t t ,

1. u_1, \dots, u_n are linearly independent vectors in V .

1. $U_1 = \{u_1, u_2, u_3, u_4, u_5, u_6, u_7, u_8, u_9, u_{10}, u_{11}, u_{12}, u_{13}, u_{14}, u_{15}, u_{16}, u_{17}, u_{18}, u_{19}, u_{20}, u_{21}, u_{22}, u_{23}, u_{24}, u_{25}, u_{26}, u_{27}, u_{28}, u_{29}, u_{30}, u_{31}, u_{32}, u_{33}, u_{34}, u_{35}, u_{36}, u_{37}, u_{38}, u_{39}, u_{40}, u_{41}, u_{42}, u_{43}, u_{44}, u_{45}, u_{46}, u_{47}, u_{48}, u_{49}, u_{50}, u_{51}, u_{52}, u_{53}, u_{54}, u_{55}, u_{56}, u_{57}, u_{58}, u_{59}, u_{60}, u_{61}, u_{62}, u_{63}, u_{64}, u_{65}, u_{66}, u_{67}, u_{68}, u_{69}, u_{70}, u_{71}, u_{72}, u_{73}, u_{74}, u_{75}, u_{76}, u_{77}, u_{78}, u_{79}, u_{80}, u_{81}, u_{82}, u_{83}, u_{84}, u_{85}, u_{86}, u_{87}, u_{88}, u_{89}, u_{90}, u_{91}, u_{92}, u_{93}, u_{94}, u_{95}, u_{96}, u_{97}, u_{98}, u_{99}, u_{100}\}$

[illegible]

0 - 1 - 1 0 0 - 01 - - 0 , 0

$\partial \bar{t} = -\partial t$, $\partial \bar{x} = \partial x$, $\partial \bar{y} = \partial y$, $\partial \bar{z} = \partial z$.

1. $\frac{1}{2} \times \frac{1}{2} = \frac{1}{4}$

Report of the Directors

CLOSURE OF REGISTER OF MEMBERS

[illegible][illegible][illegible]

PROPERTY, PLANT AND EQUIPMENT

[illegible]

RESERVES

2020. , 2 - (201 , (-).

DONATIONS

2. $\lim_{n \rightarrow \infty} \frac{1}{n} \sum_{k=1}^n f\left(\frac{k}{n}\right) = \int_0^1 f(x) dx$

BANK BORROWINGS AND OTHER BORROWINGS

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4t t , n - t t - nt.

Report of the Directors

DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

At the annual general meeting, shareholders elected the following directors and supervisors for the year 2020 and the following independent non-executive directors.

Name	Title in the Company	Date of Appointment or Re-election
Mr. Liang	Executive Director	2 July 2020/ 20 July 2020
Mr. Liang ⁽¹⁾	Executive Director	1 July 2021/ 10 July 2020
Mr. Liang ⁽²⁾	Executive Director	1 July 2021/ 12 August 2021
Mr. Liang	Executive Director	2 July 2020/ 2 July 2021
Mr. Liang ⁽³⁾	Executive Director	20 June 2021 / 2 July 2021
Mr. Liang ⁽⁴⁾	Executive Director	2 July 2020/ 14 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang ⁽⁵⁾	Executive Director	2 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang ⁽⁶⁾	Executive Director	20 July 2020
Mr. Liang ⁽⁷⁾	Executive Director	2 July 2020
Mr. Liang	Executive Director	2 July 2020
Mr. Liang ⁽⁸⁾	Executive Director	2 July 2020
Mr. Liang ⁽⁹⁾	Executive Director	2 July 2020
Mr. Liang ⁽¹⁰⁾	Executive Director	2 July 2020
Mr. Liang ⁽¹¹⁾	Executive Director	1 July 2021
Mr. Liang	Executive Director	2 July 2021
Mr. Liang	Executive Director	2 July 2021
Mr. Liang	Executive Director	11 July 2010/ 14 July 2020

Report of the Directors

Notes:

- (1) The Company's financial statements for the year ended 31 December 2021.
- (2) The Company's financial statements for the year ended 31 December 2021.
- (3) The Company's financial statements for the year ended 31 December 2020.
- (4) The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.
- (5) The Company's financial statements for the year ended 31 December 2020.
- (6) The Company's financial statements for the year ended 31 December 2020.
- (7) The Company's financial statements for the year ended 31 December 2020.
- (8) The Company's financial statements for the year ended 31 December 2020.
- (9) The Company's financial statements for the year ended 31 December 2020.
- (10) The Company's financial statements for the year ended 31 December 2020.
- (11) The Company's financial statements for the year ended 31 December 2020.

The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.

BIOGRAPHIES OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.

SERVICE CONTRACTS OF DIRECTORS AND SUPERVISORS

The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.

The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.

The Company's financial statements for the year ended 31 December 2020 and the financial statements for the year ended 31 December 2020.

Report of the Directors

EMOLUMENTS OF DIRECTORS AND SUPERVISORS

The remuneration of the directors and supervisors for the year ended December 31, 2020, is as follows: The remuneration of the directors and supervisors for the year ended December 31, 2020, is as follows:

The remuneration of the directors and supervisors for the year ended December 31, 2020, is as follows: (The remuneration of the directors and supervisors for the year ended December 31, 2020, is as follows:)

Number of
employees
in 2020

\$1,000,001 to \$1,000,000

DIRECTORS' AND SUPERVISORS' INTERESTS IN TRANSACTION, ARRANGEMENT OR CONTRACTS

The directors and supervisors for the year ended December 31, 2020, have no interests in transaction, arrangement or contracts. The directors and supervisors for the year ended December 31, 2020, have no interests in transaction, arrangement or contracts.

ARRANGEMENT TO PURCHASE SHARES OR DEBENTURES

The company has no arrangement to purchase shares or debentures. The company has no arrangement to purchase shares or debentures.

Report of the Directors

DIRECTORS' INTERESTS IN COMPETING BUSINESS

As at December 31, 2020, none of the Directors has any interests in any competing business.

Name	Positions in the Company	Other interests
Mr. Wang (1)	Chairman of the Board	None
Mr. Zhang	Chairman of the Board	None

Note:

(1) Mr. Wang is the Chairman of the Board of Directors of the Company.

INTERESTS AND SHORT POSITIONS OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVES IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at December 31, 2020, none of the Directors, Supervisors or Chief Executives has any interests in any shares, underlying shares or debentures of the Company or any other entity.

Report of the Directors

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES

[illegible]

Note: (i) n is not

Name of shareholders	Types of Shares	Capacity	Number of shares/ underlying shares held (share)	Percentage of relevant class of share capital (%)	Percentage of total share capital (%)
(Note 1 and Note 2)	—	—	1,040,000 ()	—	2.0
	—	—	4/1,120,000 ()	1.0	1.2
(Note 1 and Note 2)	—	—	414,114 ()	100.00	—
	—	—	4/1,120,000 ()	1.0	1.2
—	—	—	4/1,120,000 ()	1.0	1.2
(Note 3)	—	—	1/2,000 ()	0.1	2.10
(Note 3)	—	—	1/2,000 ()	0.1	2.10
(Note 3)	—	—	1/2,000 ()	0.1	2.10
(Note 3)	—	—	1/2,000 ()	0.1	2.10
(Note 4)	—	—	1/4,000 ()	—	2.0
—	—	—	1/4,000 ()	—	2.0
(Note 4)	—	—	1/4,000 ()	—	2.0
(Note 4)	—	—	1/4,000 ()	—	2.0
(Note 5)	—	—	1/1,000 ()	2.0	1.2
(Note 5)	—	—	1/1,000 ()	2.0	1.2
(Note 5)	—	—	1/1,000 ()	—	2.0

Report of the Directors

Notes:

- [illegible]

MANAGEMENT CONTRACT

Our management contract with the directors is set out in the "Management Contract" section of the 2020 Annual Report.

CONTRACT OF SIGNIFICANCE

Our management contract with the directors is set out in the "Management Contract" section of the 2020 Annual Report. The management contract is a contract of significance under the Listing Rules. The management contract is set out in the "Management Contract" section of the 2020 Annual Report.

CONNECTED TRANSACTIONS AND CONTINUING CONNECTED TRANSACTIONS

Our management contract with the directors is set out in the "Management Contract" section of the 2020 Annual Report.

Our management contract with the directors is set out in the "Management Contract" section of the 2020 Annual Report. The management contract is a contract of significance under the Listing Rules. The management contract is set out in the "Management Contract" section of the 2020 Annual Report.

Our management contract with the directors is set out in the "Management Contract" section of the 2020 Annual Report. The management contract is a contract of significance under the Listing Rules. The management contract is set out in the "Management Contract" section of the 2020 Annual Report.

(RMB million)

Connected transactions under	Connected persons	Annual caps for 2020	Actual transaction value in 2020
1. Purchase of goods and services from related parties		2,000.0	2,000.0
2. Purchase of goods and services from related parties		124.7	10.7
3. Purchase of goods and services from related parties		7.7	2.7
4. Purchase of goods and services from related parties		0.0	47.4
5. Purchase of goods and services from related parties		4.7	4.7
6. Purchase of goods and services from related parties		2,271.7	1,470.0
7. Purchase of goods and services from related parties		2,000.0	14.7
8. Purchase of goods and services from related parties		4,000.0	247.7
9. Purchase of goods and services from related parties		1,000.0	2,000.0
10. Purchase of goods and services from related parties		0.0	17.4
11. Purchase of goods and services from related parties		0.1	4.2

Report of the Directors

Note 1: The first two rows of the table show the results of the first two iterations of the algorithm. The third row shows the results of the third iteration. The fourth row shows the results of the fourth iteration. The fifth row shows the results of the fifth iteration. The sixth row shows the results of the sixth iteration. The seventh row shows the results of the seventh iteration. The eighth row shows the results of the eighth iteration. The ninth row shows the results of the ninth iteration. The tenth row shows the results of the tenth iteration. The eleventh row shows the results of the eleventh iteration. The twelfth row shows the results of the twelfth iteration. The thirteenth row shows the results of the thirteenth iteration. The fourteenth row shows the results of the fourteenth iteration. The fifteenth row shows the results of the fifteenth iteration. The sixteenth row shows the results of the sixteenth iteration. The seventeenth row shows the results of the seventeenth iteration. The eighteenth row shows the results of the eighteenth iteration. The nineteenth row shows the results of the nineteenth iteration. The twentieth row shows the results of the twentieth iteration. The twenty-first row shows the results of the twenty-first iteration. The twenty-second row shows the results of the twenty-second iteration. The twenty-third row shows the results of the twenty-third iteration. The twenty-fourth row shows the results of the twenty-fourth iteration. The twenty-fifth row shows the results of the twenty-fifth iteration. The twenty-sixth row shows the results of the twenty-sixth iteration. The twenty-seventh row shows the results of the twenty-seventh iteration. The twenty-eighth row shows the results of the twenty-eighth iteration. The twenty-ninth row shows the results of the twenty-ninth iteration. The thirtieth row shows the results of the thirtieth iteration. The thirty-first row shows the results of the thirty-first iteration. The thirty-second row shows the results of the thirty-second iteration. The thirty-third row shows the results of the thirty-third iteration. The thirty-fourth row shows the results of the thirty-fourth iteration. The thirty-fifth row shows the results of the thirty-fifth iteration. The thirty-sixth row shows the results of the thirty-sixth iteration. The thirty-seventh row shows the results of the thirty-seventh iteration. The thirty-eighth row shows the results of the thirty-eighth iteration. The thirty-ninth row shows the results of the thirty-ninth iteration. The fortieth row shows the results of the fortieth iteration. The forty-first row shows the results of the forty-first iteration. The forty-second row shows the results of the forty-second iteration. The forty-third row shows the results of the forty-third iteration. The forty-fourth row shows the results of the forty-fourth iteration. The forty-fifth row shows the results of the forty-fifth iteration. The forty-sixth row shows the results of the forty-sixth iteration. The forty-seventh row shows the results of the forty-seventh iteration. The forty-eighth row shows the results of the forty-eighth iteration. The forty-ninth row shows the results of the forty-ninth iteration. The fiftieth row shows the results of the fiftieth iteration. The fifty-first row shows the results of the fifty-first iteration. The fifty-second row shows the results of the fifty-second iteration. The fifty-third row shows the results of the fifty-third iteration. The fifty-fourth row shows the results of the fifty-fourth iteration. The fifty-fifth row shows the results of the fifty-fifth iteration. The fifty-sixth row shows the results of the fifty-sixth iteration. The fifty-seventh row shows the results of the fifty-seventh iteration. The fifty-eighth row shows the results of the fifty-eighth iteration. The fifty-ninth row shows the results of the fifty-ninth iteration. The sixtieth row shows the results of the sixtieth iteration. The sixty-first row shows the results of the sixty-first iteration. The sixty-second row shows the results of the sixty-second iteration. The sixty-third row shows the results of the sixty-third iteration. The sixty-fourth row shows the results of the sixty-fourth iteration. The sixty-fifth row shows the results of the sixty-fifth iteration. The sixty-sixth row shows the results of the sixty-sixth iteration. The sixty-seventh row shows the results of the sixty-seventh iteration. The sixty-eighth row shows the results of the sixty-eighth iteration. The sixty-ninth row shows the results of the sixty-ninth iteration. The seventieth row shows the results of the seventieth iteration. The seventy-first row shows the results of the seventy-first iteration. The seventy-second row shows the results of the seventy-second iteration. The seventy-third row shows the results of the seventy-third iteration. The seventy-fourth row shows the results of the seventy-fourth iteration. The seventy-fifth row shows the results of the seventy-fifth iteration. The seventy-sixth row shows the results of the seventy-sixth iteration. The seventy-seventh row shows the results of the seventy-seventh iteration. The seventy-eighth row shows the results of the seventy-eighth iteration. The seventy-ninth row shows the results of the seventy-ninth iteration. The eightieth row shows the results of the eightieth iteration. The eighty-first row shows the results of the eighty-first iteration. The eighty-second row shows the results of the eighty-second iteration. The eighty-third row shows the results of the eighty-third iteration. The eighty-fourth row shows the results of the eighty-fourth iteration. The eighty-fifth row shows the results of the eighty-fifth iteration. The eighty-sixth row shows the results of the eighty-sixth iteration. The eighty-seventh row shows the results of the eighty-seventh iteration. The eighty-eighth row shows the results of the eighty-eighth iteration. The eighty-ninth row shows the results of the eighty-ninth iteration. The ninetieth row shows the results of the ninetieth iteration. The ninety-first row shows the results of the ninety-first iteration. The ninety-second row shows the results of the ninety-second iteration. The ninety-third row shows the results of the ninety-third iteration. The ninety-fourth row shows the results of the ninety-fourth iteration. The ninety-fifth row shows the results of the ninety-fifth iteration. The ninety-sixth row shows the results of the ninety-sixth iteration. The ninety-seventh row shows the results of the ninety-seventh iteration. The ninety-eighth row shows the results of the ninety-eighth iteration. The ninety-ninth row shows the results of the ninety-ninth iteration. The hundredth row shows the results of the hundredth iteration.

Continuing Connected Transactions between the Group and BEH and its Associates

התוצאות מראות כי ישנן הבדלים משמעותיים בין המדינות. למשל, ישראל היא אחת המדינות עם הריבוי הגבוה ביותר של ילדים בסיכון, בעוד שבספרד ובצרפת ישנן תוכניות אפקטיביות יותר לזיהוי וטיפול בילדים בסיכון.

1. Երբ որևէ մեկը օգտագործում է ինտերնետը, ապա նա օգտագործում է ինտերնետի ծախսերը: Երբ որևէ մեկը օգտագործում է ինտերնետը, ապա նա օգտագործում է ինտերնետի ծախսերը: Երբ որևէ մեկը օգտագործում է ինտերնետը, ապա նա օգտագործում է ինտերնետի ծախսերը:

Finance Lease Framework Agreement between BEH and the Company

[illegible]

Report of the Directors

Framework Service Agreement between BEH and the Company

On 20 January 2021, the Company entered into a Framework Service Agreement with BEH for the period from 1 January 2021 to 31 December 2022. The Framework Service Agreement is a framework agreement for the provision of services by BEH to the Company. The Framework Service Agreement is subject to the approval of the shareholders of the Company. The Framework Service Agreement is subject to the approval of the shareholders of the Company. The Framework Service Agreement is subject to the approval of the shareholders of the Company.

EPC Framework Agreement between BEH and the Company

On 20 January 2021, the Company entered into an EPC Framework Agreement with BEH for the period from 1 January 2021 to 31 December 2022. The EPC Framework Agreement is a framework agreement for the provision of EPC services by BEH to the Company. The EPC Framework Agreement is subject to the approval of the shareholders of the Company. The EPC Framework Agreement is subject to the approval of the shareholders of the Company. The EPC Framework Agreement is subject to the approval of the shareholders of the Company.

Framework Heat Sale and Purchase Agreement between BEH and the Company

On 20 January 2021, the Company entered into a Framework Heat Sale and Purchase Agreement with BEH for the period from 1 January 2021 to 31 December 2022. The Framework Heat Sale and Purchase Agreement is a framework agreement for the sale and purchase of heat by BEH to the Company. The Framework Heat Sale and Purchase Agreement is subject to the approval of the shareholders of the Company. The Framework Heat Sale and Purchase Agreement is subject to the approval of the shareholders of the Company. The Framework Heat Sale and Purchase Agreement is subject to the approval of the shareholders of the Company.

Equipment Purchase Framework Agreement between BEH and the Company

On 20 January 2021, the Company entered into an Equipment Purchase Framework Agreement with BEH for the period from 1 January 2021 to 31 December 2022. The Equipment Purchase Framework Agreement is a framework agreement for the purchase of equipment by BEH from the Company. The Equipment Purchase Framework Agreement is subject to the approval of the shareholders of the Company. The Equipment Purchase Framework Agreement is subject to the approval of the shareholders of the Company. The Equipment Purchase Framework Agreement is subject to the approval of the shareholders of the Company.

Report of the Directors

Financial Services Framework Agreement between BEH Finance and the Company

[illegible]

Report of the Directors

Confirmation of the Auditor

[illegible]

... 14 ...

COMPLIANCE WITH THE NON-COMPETITION AGREEMENT

[illegible][illegible]

MAJOR CUSTOMERS AND SUPPLIERS

1. t. . . . n. 1 2020, t. t t t. u t. t u t.
 u n t 12. % t. t t t. u t. u t. t
 u u n t % t. t t t. u t.

1 - t. . . n. 1 2020, t. t t t . . . nu . n- t . . . t . . . t . u t . . . t .
n . . . unt . . . % t. t t t . . . nu t. nu . n- t . . . t . . . t
. u t . . . unt . . . 0.1% t. t t t . . . nu t. . . .

Умножив (1) на $\frac{1}{\sqrt{2}}$ и прибавив к нему (2), получим:

$$\frac{1}{\sqrt{2}}(1 + \frac{1}{2} \frac{1}{\sqrt{2}}) = \frac{1}{\sqrt{2}}(1 + \frac{1}{2} \frac{1}{\sqrt{2}}) + \frac{1}{\sqrt{2}}(1 - \frac{1}{2} \frac{1}{\sqrt{2}}) = \frac{1}{\sqrt{2}}(2) = \sqrt{2}.$$

Report of the Directors

RETIREMENT AND EMPLOYEE BENEFITS SCHEME

The Company has a defined contribution retirement scheme for its employees. The scheme is a defined contribution scheme. The Company's contribution to the scheme is 4% of the employees' basic salary.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company has adopted the Corporate Governance Code, which is a set of principles and standards for the Company's corporate governance. The Company has complied with the Code in all material aspects. The Company's compliance with the Code is detailed in the Corporate Governance Report (the CG Code) which is included in the Company's 14th Annual Report on Corporate Governance 2020.

RELATIONSHIP WITH STAKEHOLDERS

The Company has established a stakeholder engagement framework, which is designed to identify, understand and manage the interests and expectations of the Company's stakeholders. The Company's stakeholders include shareholders, employees, customers, suppliers, regulators, and the community. The Company's stakeholder engagement framework is based on the following principles:

- The Company will identify and understand the interests and expectations of its stakeholders.
- The Company will engage with its stakeholders in a transparent and open manner.
- The Company will take into account the interests and expectations of its stakeholders in its decision-making process.
- The Company will report on its stakeholder engagement activities and outcomes.

The Company's stakeholder engagement framework is designed to ensure that the Company's operations are in line with the interests and expectations of its stakeholders. The Company's stakeholder engagement framework is based on the following principles:

- The Company will identify and understand the interests and expectations of its stakeholders.
- The Company will engage with its stakeholders in a transparent and open manner.
- The Company will take into account the interests and expectations of its stakeholders in its decision-making process.
- The Company will report on its stakeholder engagement activities and outcomes.

PUBLIC FLOAT

The Company's public float is the portion of the Company's shares that are held by the public. The Company's public float is currently 25.5% of the Company's total shares. The Company's public float is maintained at a level that is sufficient to ensure the Company's liquidity and the Company's ability to raise capital.

SIGNIFICANT LEGAL PROCEEDINGS

During the year ended 31 December 2020, the Company has not been involved in any significant legal proceedings.

AUDIT COMMITTEE

The Audit Committee has reviewed the Company's 2020 annual financial statements and the auditors' report on the financial statements for the year ended 31 December 2020.

AUDITORS

The Company's auditor is PricewaterhouseCoopers (PwC) and its audit report on the financial statements for the year ended 31 December 2020 is unqualified. The Company's auditor has also issued a report on the Company's internal control system for the year ended 31 December 2020.

FINANCIAL HIGHLIGHTS

The Company's revenue for the year ended 31 December 2020 was RMB 2,400 million, an increase of 4% over the year ended 31 December 2019.

MISCELLANEOUS

The Company has not been involved in any significant legal proceedings during the year ended 31 December 2020.

Beijing Jingneng Clean Energy Co., Limited
ZHANG Fengyang
Chairman

0 March 2021

Report of the Board of Supervisors

I. SUPERVISORY COMMITTEE'S WORK IN 2020

(i) Supervisory Committee's Meetings Held

In 2020, the Supervisory Committee held 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

2020 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

2020 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

2020 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

2020 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

2020 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

(ii) Attendance at the Board Meeting

In 2020, the Supervisory Committee held 11 meetings. The main work of the Supervisory Committee in 2020 was as follows: (1) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates: (2) The Supervisory Committee held 11 meetings in 2020, with 11 members attending. The meetings were held on the following dates:

Report of the Board of Supervisors

II. SUPERVISION OF THE SUPERVISORY COMMITTEE ON RELEVANT MATTERS IN 2020

Under the supervision of the Board of Supervisors, the Supervisory Committee on Relevant Matters in 2020

Report of the Board of Supervisors

(iii) Inspection on the formulation of the Company's equity incentive plan

《國有控股上市公司(境外)實施股權激勵試行辦法》(以下簡稱《試行辦法》)是國務院國資委為進一步完善國有控股上市公司(境外)股權激勵制度,促進公司經營管理層勤勉盡責,提高公司經營效率和競爭力,根據《中華人民共和國公司法》《中華人民共和國證券法》《上市公司股权激励管理办法》等有關法律、法規,結合境外上市公司特點,參照《上市公司股权激励管理办法》等有關規定,制定《試行辦法》。《試行辦法》自2016年1月1日起實施。

(iv) **Inspection on the rule of law construction**

. ש... ..

(v) Inspection on delisting of H shares of the Company

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Report of the Board of Supervisors

(vi) **Inspection on the Company's connected transactions**

[illegible]

(vii) Inspecting on the Company's information disclosure

[illegible]

(viii) Inspecting on the Company's implementation of the resolutions passed in general meeting

... ..
... ..
... ..

III. WORK ARRANGEMENT OF THE SUPERVISORY COMMITTEE FOR 2021

[illegible]

Corporate Governance Report

CORPORATE GOVERNANCE PRACTICES

Our Board of Directors is composed of 11 members, including 4 independent non-executive directors, 3 executive directors, and 4 non-executive directors. The Board of Directors is responsible for the overall management of the Company and the implementation of the business strategy. The Board of Directors is also responsible for the appointment and removal of the Company's senior management personnel, including the Chairman, President, and Vice President. The Board of Directors is also responsible for the approval of the Company's financial statements, dividends, and other matters related to the Company's operations.

The Board of Directors is also responsible for the implementation of the Company's corporate governance policies and procedures. The Board of Directors is also responsible for the monitoring and evaluation of the Company's corporate governance performance. The Board of Directors is also responsible for the implementation of the Company's environmental, social, and governance (ESG) policies and procedures. The Board of Directors is also responsible for the implementation of the Company's risk management policies and procedures.

The Board of Directors is also responsible for the implementation of the Company's human resources policies and procedures. The Board of Directors is also responsible for the implementation of the Company's information management policies and procedures. The Board of Directors is also responsible for the implementation of the Company's legal and compliance policies and procedures.

The Board of Directors is also responsible for the implementation of the Company's other policies and procedures. The Board of Directors is also responsible for the implementation of the Company's other matters related to the Company's operations.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Model Code for Securities Transactions is a set of guidelines that govern the trading of securities by the Company's directors, officers, and employees. The Model Code is designed to prevent insider trading and other securities law violations. The Model Code is also designed to ensure the integrity of the Company's financial statements and the confidence of investors in the Company's securities.

The Model Code is also designed to ensure the transparency of the Company's securities transactions. The Model Code is also designed to ensure the accountability of the Company's securities transactions. The Model Code is also designed to ensure the fairness of the Company's securities transactions.

The Model Code is also designed to ensure the compliance of the Company's securities transactions with applicable laws and regulations. The Model Code is also designed to ensure the compliance of the Company's securities transactions with the Company's internal policies and procedures.

The Model Code is also designed to ensure the compliance of the Company's securities transactions with the Company's ethical standards. The Model Code is also designed to ensure the compliance of the Company's securities transactions with the Company's social and environmental responsibilities.

BOARD OF DIRECTORS

The Board of Directors is responsible for the overall management and supervision of the Company, and for the implementation of the Company's strategy and business plan.

The Board of Directors is composed of the Chairman, the General Manager, and the Executive Directors, who are responsible for the day-to-day management of the Company.

The Board of Directors is also responsible for the appointment and removal of the Chairman, the General Manager, and the Executive Directors, and for the approval of the Company's financial statements and the distribution of dividends.

The Board of Directors is also responsible for the approval of the Company's annual budget and the Company's capital structure.

Executive Directors

Chairman (Chairman)
General Manager (General Manager)
Executive Director
Executive Director

Non-executive Directors

Non-executive Director
Non-executive Director
Non-executive Director

Independent Non-executive Directors

Independent Non-executive Director
Independent Non-executive Director
Independent Non-executive Director

The Board of Directors is also responsible for the approval of the Company's annual report and the Company's environmental, social, and governance (ESG) report.

The Board of Directors is also responsible for the approval of the Company's risk management framework and the Company's internal control system.

Chairman and General Manager

The Chairman and the General Manager are responsible for the day-to-day management of the Company, and for the implementation of the Company's strategy and business plan.

Corporate Governance Report

Independent non-executive Directors

מאז תחילת שנת 2020, תחילת המגפה, שיתוף המידע בין הממשלה והחברה הפך להיות חיוני. הממשלה חייבת להיות שקופה יותר, ולחברה יש להשתתף יותר. הממשלה חייבת להיות שקופה יותר, ולחברה יש להשתתף יותר. הממשלה חייבת להיות שקופה יותר, ולחברה יש להשתתף יותר.

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Non-executive Directors and Directors' Re-election

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Corporate Governance Report

"... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

Continuous Professional Development of Directors

... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

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... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

... שיתוף פעולה ויחסי גומלין בין כלל הצדדים המעורבים, ובהם: מנהלים, עובדים, משקיעים, בנקים, רגולטורים, קהילה, ספקים, קבלני עבודה, וכו'. ...

Corporate Governance Report

1. The Board of Directors has established the Board of Directors' Office, which is responsible for the day-to-day work of the Board of Directors.

Directors **Type of Training** Note

Executive Directors

Mr. Wang (Chairman)
Mr. Wang
Mr. Wang (2020)
Mr. Wang (2020)

Non-executive Directors

Mr. Wang
Mr. Wang
Mr. Wang
Mr. Wang (2020)

Independent non-executive Directors

Mr. Wang
Mr. Wang
Mr. Wang
Mr. Wang (2020)

Note:

Type of Training

The Board of Directors has established the Board of Directors' Office, which is responsible for the day-to-day work of the Board of Directors.

BOARD COMMITTEES

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Audit Committee

1. u_i — i -й элемент множества U , $i = 1, 2, \dots, n$.
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 6. u_i — i -й элемент множества U , $i = 1, 2, \dots, n$.
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 9. u_i — i -й элемент множества U , $i = 1, 2, \dots, n$.
 10. u_i — i -й элемент множества U , $i = 1, 2, \dots, n$.

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Uit de afmetingen van de afgevoerde stoffen is te zien dat de afvoer van de stoffen in de afvoerputten is.

Corporate Governance Report

Remuneration and Nomination Committee

The Remuneration and Nomination Committee is composed of three independent non-executive directors, Mr. Wang Yuhua, Mr. Zhang Yuhua and Mr. Chen Yuhua (Chairman), and one executive director, Mr. Li Yuhua.

The Remuneration and Nomination Committee is responsible for reviewing and approving the remuneration policy and the remuneration of the directors and senior management. The Committee has held 1 meeting in 2020. The Committee has also reviewed the remuneration policy and the remuneration of the directors and senior management.

The Remuneration and Nomination Committee has also reviewed the remuneration policy and the remuneration of the directors and senior management. The Committee has also reviewed the remuneration policy and the remuneration of the directors and senior management. The Committee has also reviewed the remuneration policy and the remuneration of the directors and senior management.

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Corporate Governance Report

Strategy Committee

The Strategy Committee is a sub-committee of the Board of Directors, established in 2018, to assist the Board in its strategic decision-making. The Committee is chaired by Mr. [Name] and consists of five members, including two independent non-executive directors.

The Committee's primary responsibility is to review and recommend to the Board the company's long-term strategy and business plan. It also monitors the company's performance against its strategic objectives and provides advice on the company's capital structure and risk management.

The Committee has held several meetings during the year, and its recommendations have been adopted by the Board. The Committee's work is closely linked to the company's overall business strategy and its implementation.

The Committee's terms of reference are set out in the company's governance documents.

Legal and Compliance Management Committee

The Legal and Compliance Management Committee is a sub-committee of the Board of Directors, established in 2018, to assist the Board in its legal and compliance responsibilities. The Committee is chaired by Mr. [Name] and consists of five members, including two independent non-executive directors.

The Committee's primary responsibility is to review and recommend to the Board the company's legal and compliance policies and procedures. It also monitors the company's compliance with applicable laws and regulations and provides advice on the company's legal and compliance risks.

Board Diversity Policy

The Board is committed to promoting diversity and inclusion within the company. The Board's Diversity Policy sets out the company's commitment to diversity and inclusion and provides guidance on how the company should promote diversity and inclusion in its recruitment, promotion, and retention practices. The policy also sets out the company's commitment to providing a safe and inclusive workplace for all employees.

The Board's Diversity Policy is a key part of the company's governance framework and is reviewed regularly by the Board. The Board is committed to ensuring that the company's diversity and inclusion practices are effective and that the company is a fair and inclusive employer. The Board also monitors the company's progress in promoting diversity and inclusion and reports on its progress to the shareholders.

The Board's Diversity Policy is a key part of the company's governance framework and is reviewed regularly by the Board. The Board is committed to ensuring that the company's diversity and inclusion practices are effective and that the company is a fair and inclusive employer. The Board also monitors the company's progress in promoting diversity and inclusion and reports on its progress to the shareholders.

Corporate Governance Report

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Director Nomination Policy

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Corporate Governance Report

התאגדות זו היא חברה בע"מ, שכל המניות בה נמצאות בבעלות ממשלת ישראל. •

התאגדות זו היא חברה בע"מ, שכל המניות בה נמצאות בבעלות ממשלת ישראל. •

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Corporate Governance Functions

התאגדות זו היא חברה בע"מ, שכל המניות בה נמצאות בבעלות ממשלת ישראל. •

התאגדות זו היא חברה בע"מ, שכל המניות בה נמצאות בבעלות ממשלת ישראל. •

RISK MANAGEMENT AND INTERNAL CONTROLS

החברה מעריכה את סיכונים אלו כסיכונים נמוכים. החברה מעריכה את סיכונים אלו כסיכונים נמוכים. החברה מעריכה את סיכונים אלו כסיכונים נמוכים.

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Corporate Governance Report

[illegible]

$\frac{d}{dt} \left(\frac{1}{r^2} \right) = -\frac{2}{r^3} \frac{dr}{dt}$

COMPANY SECRETARY

Mr. Kang, the Company Secretary, has been appointed since the listing of the Company. He has been appointed to the position of Company Secretary since the listing of the Company. He has been appointed to the position of Company Secretary since the listing of the Company.

On 1 January 2020, Mr. Kang was appointed as the Company Secretary. He has been appointed to the position of Company Secretary since the listing of the Company.

SHAREHOLDERS' RIGHTS

Shareholders have the right to attend and speak at general meetings of the Company.

Shareholders have the right to appoint or remove directors and to appoint or remove the Company Secretary. Shareholders have the right to appoint or remove directors and to appoint or remove the Company Secretary.

Shareholders have the right to propose resolutions at general meetings of the Company. Shareholders have the right to propose resolutions at general meetings of the Company.

Convening an Extraordinary General Meeting by Shareholders

Shareholders holding 10% or more of the total voting rights of the Company (as determined by the Company Secretary) may convene an extraordinary general meeting of the Company.

Shareholders holding 10% or more of the total voting rights of the Company (as determined by the Company Secretary) may convene an extraordinary general meeting of the Company. Shareholders holding 10% or more of the total voting rights of the Company (as determined by the Company Secretary) may convene an extraordinary general meeting of the Company.

Putting Forward Proposals at General Meetings

Shareholders holding 1% or more of the total voting rights of the Company (as determined by the Company Secretary) may put forward proposals at general meetings of the Company. Shareholders holding 1% or more of the total voting rights of the Company (as determined by the Company Secretary) may put forward proposals at general meetings of the Company.

Shareholders holding 1% or more of the total voting rights of the Company (as determined by the Company Secretary) may put forward proposals at general meetings of the Company. Shareholders holding 1% or more of the total voting rights of the Company (as determined by the Company Secretary) may put forward proposals at general meetings of the Company.

Corporate Governance Report

Putting Forward Enquiries to the Board

Investors and shareholders are encouraged to put forward enquiries to the Board, and the Board will respond to the enquiries in a timely manner.

Contact Details

Investors and shareholders are encouraged to put forward enquiries to the Board, and the Board will respond to the enquiries in a timely manner.

For more information, please contact the Board at the following address:

Beijing Jingneng Clean Energy Co., Ltd.
(Registered Office: Beijing)

Independent Auditors' Report

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Independent Auditors' Report

KEY AUDIT MATTERS (continued)

| Key audit matter | How our audit addressed the key audit matter |
|--|---|
| <p>Recognition of government subsidies on clean energy production</p> <p>Our audit of the financial statements of the Group for the year ended 31 December 2020, included procedures to identify and assess the risks of material misstatement related to the recognition of government subsidies on clean energy production. We identified the following risks of material misstatement:</p> <ul style="list-style-type: none"> The Group may not have identified all government subsidies available to it. The Group may not have correctly calculated the amount of subsidies received. The Group may not have correctly recorded the subsidies in the financial statements. <p>We addressed these risks by performing the following audit procedures:</p> <ul style="list-style-type: none"> We reviewed the Group's records of government subsidies received. We reviewed the Group's calculations of the amount of subsidies received. We reviewed the Group's records of government subsidies received. <p>As a result of our audit procedures, we concluded that the Group's financial statements for the year ended 31 December 2020, are free from material misstatement related to the recognition of government subsidies on clean energy production.</p> | <p>Our audit of the financial statements of the Group for the year ended 31 December 2020, included procedures to identify and assess the risks of material misstatement related to the recognition of government subsidies on clean energy production. We identified the following risks of material misstatement:</p> <ul style="list-style-type: none"> The Group may not have identified all government subsidies available to it. The Group may not have correctly calculated the amount of subsidies received. The Group may not have correctly recorded the subsidies in the financial statements. <p>We addressed these risks by performing the following audit procedures:</p> <ul style="list-style-type: none"> We reviewed the Group's records of government subsidies received. We reviewed the Group's calculations of the amount of subsidies received. We reviewed the Group's records of government subsidies received. <p>As a result of our audit procedures, we concluded that the Group's financial statements for the year ended 31 December 2020, are free from material misstatement related to the recognition of government subsidies on clean energy production.</p> |

KEY AUDIT MATTERS (continued)

| Key audit matter | How our audit addressed the key audit matter |
|---|---|
| Goodwill impairment assessment | |
| <p>The Group's goodwill is tested for impairment annually, or more frequently if indicators arise that an impairment test may be required. The assessment is performed by management using a discounted cash flow model. The model is based on management's estimates of future cash flows, which are derived from the Group's business plan. The business plan is approved by the Board of Directors. The model also takes into account the Group's historical performance and market conditions. The results of the impairment test are used to determine whether the carrying amount of goodwill is impaired. If an impairment is identified, the carrying amount of goodwill is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement.</p> <p>The Group's goodwill is tested for impairment annually, or more frequently if indicators arise that an impairment test may be required. The assessment is performed by management using a discounted cash flow model. The model is based on management's estimates of future cash flows, which are derived from the Group's business plan. The business plan is approved by the Board of Directors. The model also takes into account the Group's historical performance and market conditions. The results of the impairment test are used to determine whether the carrying amount of goodwill is impaired. If an impairment is identified, the carrying amount of goodwill is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement.</p> | <p>We performed audit procedures to assess the appropriateness of the assumptions used in the discounted cash flow model. We evaluated the reasonableness of the assumptions used in the model, including the discount rate, the growth rate, and the terminal value. We also evaluated the reasonableness of the cash flow estimates used in the model. We performed sensitivity analysis to assess the impact of changes in the assumptions on the results of the impairment test. We also performed audit procedures to assess the appropriateness of the assumptions used in the discounted cash flow model. We evaluated the reasonableness of the assumptions used in the model, including the discount rate, the growth rate, and the terminal value. We also evaluated the reasonableness of the cash flow estimates used in the model. We performed sensitivity analysis to assess the impact of changes in the assumptions on the results of the impairment test.</p> |

OTHER INFORMATION

The Group's financial statements are prepared in accordance with the accounting policies adopted by the Group. The Group's financial statements are prepared in accordance with the accounting policies adopted by the Group. The Group's financial statements are prepared in accordance with the accounting policies adopted by the Group.

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Independent Auditors' Report

RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors of the Company are responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the applicable accounting standards, and for such things as may be required by law, regulations and the stock exchange listing rules.

The directors of the Company are also responsible for the design, implementation and maintenance of adequate internal control systems to mitigate the risk of material misstatement of the consolidated financial statements, whether due to fraud or error.

The directors of the Company are also responsible for the design, implementation and maintenance of adequate internal control systems to mitigate the risk of material misstatement of the consolidated financial statements, whether due to fraud or error.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Our responsibility is to audit the consolidated financial statements in accordance with applicable auditing standards and to issue an audit opinion. We do not assume any liability for the consolidated financial statements or for the audit opinion. We do not assume any liability for the consolidated financial statements or for the audit opinion. We do not assume any liability for the consolidated financial statements or for the audit opinion.

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Independent Auditors' Report

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

1. The auditor's responsibilities for the audit of the consolidated financial statements are set out in the following paragraphs.

2. The auditor's responsibilities for the audit of the consolidated financial statements are set out in the following paragraphs. The auditor is responsible for obtaining sufficient appropriate audit evidence to support the audit opinion. The auditor is also responsible for assessing the risk of material misstatement, whether due to fraud or error, and for designing and performing audit procedures that are responsive to those risks. The auditor is also responsible for evaluating the appropriateness of the accounting policies used, the reasonableness of the accounting estimates and related disclosures, and the overall presentation of the consolidated financial statements. The auditor is also responsible for communicating the results of the audit to the shareholders and the board of directors.

3. The auditor's responsibilities for the audit of the consolidated financial statements are set out in the following paragraphs. The auditor is responsible for obtaining sufficient appropriate audit evidence to support the audit opinion. The auditor is also responsible for assessing the risk of material misstatement, whether due to fraud or error, and for designing and performing audit procedures that are responsive to those risks. The auditor is also responsible for evaluating the appropriateness of the accounting policies used, the reasonableness of the accounting estimates and related disclosures, and the overall presentation of the consolidated financial statements. The auditor is also responsible for communicating the results of the audit to the shareholders and the board of directors.

4. The auditor's responsibilities for the audit of the consolidated financial statements are set out in the following paragraphs. The auditor is responsible for obtaining sufficient appropriate audit evidence to support the audit opinion. The auditor is also responsible for assessing the risk of material misstatement, whether due to fraud or error, and for designing and performing audit procedures that are responsive to those risks. The auditor is also responsible for evaluating the appropriateness of the accounting policies used, the reasonableness of the accounting estimates and related disclosures, and the overall presentation of the consolidated financial statements. The auditor is also responsible for communicating the results of the audit to the shareholders and the board of directors.

5. (b).

Independent Auditors' Report

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

Our audit was conducted in accordance with the standards for independent member firms affiliated with the International Network of Independent Member Firms ("INMIF"), a network of independent member firms affiliated with the International Federation of Accountants ("IFAC"), a global organization of independent member firms affiliated with the International Federation of Accountants ("IFAC"). The standards for independent member firms affiliated with the INMIF require the application of the International Standards on Auditing ("ISAs") issued by the International Auditing and Assurance Standards Board ("IAASB") and the International Standards on Assurance Engagements ("ISAEs") issued by the International Auditing and Assurance Standards Board ("IAASB").

Our audit was conducted in accordance with the standards for independent member firms affiliated with the INMIF, a network of independent member firms affiliated with the International Federation of Accountants ("IFAC").

Deloitte Touche Tohmatsu

Certified Public Accountants

China

0 _ _ _ 2021

Consolidated Statement of Profit or Loss

FOR THE YEAR ENDED 31 DECEMBER 2020

| | | Year ended 31 December | |
|-------------------|-------|------------------------|-----------------|
| | Notes | 2020
RMB'000 | 2019
RMB'000 |
| Revenue | 6 | 17,003,306 | 17,003,306 |
| Cost of sales | 8 | 797,393 | 1,010,000 |
| Gross profit | | (8,804,303) | (1,142,700) |
| Other income | 13 | (2,811,261) | (2,400,100) |
| Other expenses | 13 | (869,925) | (2,220,000) |
| Finance income | | (594,657) | (24,200) |
| Finance expenses | 9 | (788,793) | (7,400) |
| Other income | 10 | (13,160) | - |
| Other expenses | | (1,510) | (10,100) |
| Operating profit | | 3,917,090 | 4,721,100 |
| Other income | 11 | 41,065 | 102,000 |
| Other expenses | 11 | (1,150,847) | (1,210,000) |
| Other income | | 167,781 | 11,200 |
| Other expenses | | (22,063) | - |
| Profit before tax | | 2,953,026 | 2,721,200 |
| Income tax | 12 | (557,041) | (60,000) |
| Profit after tax | | 2,395,985 | 2,161,200 |
| Other income | 13 | 2,303,390 | 2,000,000 |
| Other expenses | 43 | 31,950 | - |
| Other income | | 60,645 | 1,000 |
| Profit after tax | | 2,395,985 | 2,161,200 |
| Other income | | 27.94 | 2.00 |

Consolidated Statement of Profit or Loss and Other Comprehensive Income

FOR THE YEAR ENDED 31 DECEMBER 2020

| | Year ended 31 December | |
|--|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Operating income | 2,395,985 | 2,171,111 |
| Other comprehensive income (expense) | | |
| Items that will not be reclassified to profit or loss: | | |
| Available-for-sale financial assets | 9,026 | 1,072 |
| Changes in fair value of equity instruments | 3,851 | (1,111) |
| Changes in fair value of cash flow hedges | (4,666) | |
| | 8,211 | 4,432 |
| Items that may be reclassified subsequently to profit or loss | | |
| Financial assets at fair value through profit or loss | 92,475 | (1,111) |
| Financial liabilities at fair value through profit or loss | 20,007 | 1,110 |
| Financial assets at fair value through other comprehensive income | 9,013 | 11,117 |
| Financial liabilities at fair value through other comprehensive income | (7,569) | (1,227) |
| | 113,926 | 12,490 |
| Other comprehensive income | 122,137 | 17,422 |
| Profit or loss before income tax | 2,518,122 | 2,188,533 |
| Income tax expense | 2,425,527 | 2,101,111 |
| Profit or loss after income tax | 31,950 | 87,422 |
| Profit or loss attributable to equity holders of the parent | 60,645 | 17,111 |
| | 2,518,122 | 2,188,533 |

Consolidated Statement of Financial Position

AT 31 DECEMBER 2020

| | Notes | At 31 December | |
|---|-------|-----------------|-----------------|
| | | 2020
RMB'000 | 2019
RMB'000 |
| Non-current Assets | | | |
| Property, plant and equipment | 17 | 43,187,213 | 42,711,111 |
| Intangible assets | 18 | 1,431,342 | 1,000,404 |
| Financial assets | 19 | 4,410,754 | 4,040,700 |
| Investments | 20 | 190,049 | 1,000,404 |
| Deferred tax assets | 22(a) | 3,518,508 | 2,020,210 |
| Prepaid expenses | 22(b) | 117,000 | 1,400,000 |
| Receivables from related parties | 23(a) | 130,904 | 1,200,000 |
| Receivables from other parties | 23(b) | 70,000 | 1,000,000 |
| Other non-current assets | 24 | 296,104 | 2,000,000 |
| Goodwill | | | |
| Goodwill arising from business combinations | 25 | 66,911 | 142,000 |
| Goodwill arising from other business combinations | 29 | 1,114,305 | 10,000,000 |
| Goodwill arising from other business combinations, net of impairment losses | | 1,072,426 | 9,858,000 |
| Deferred tax liabilities | 31 | 50,787 | 40,000 |
| Other non-current liabilities | 37 | - | 1,000,000 |

,000

Consolidated Statement of Financial Position

AT 31 DECEMBER 2020

| | | At 31 December | |
|--|-------|---------------------|--------------------|
| | Notes | 2020
RMB'000 | 201
RMB'000 |
| Current Liabilities | | | |
| Accounts payable | 33 | 5,058,989 | 4,777,422 |
| Short-term borrowings | 48(b) | 189,539 | 1,24 |
| Accounts payable - related parties | 34 | 12,318,322 | 7,000,000 |
| Contract liabilities | 35 | 7,060,658 | 7,000,000 |
| Prepaid expenses | 36 | 96,656 | 10,000 |
| Other payables | 36 | 26,128 | 4,000 |
| Deferred income | 36 | 56,380 | 2,000 |
| Provisions | 39 | 64,659 | 44,000 |
| Other non-current liabilities | 37 | 19,576 | 1,000 |
| Other non-current liabilities | 38 | 125,381 | 11,000 |
| Other non-current liabilities | 38 | 228,336 | 1,000 |
| | | 25,244,624 | 1,477,200 |
| Net Current Liabilities | | (10,362,619) | (1,240,000) |
| Total Assets less Current Liabilities | | 45,293,684 | 40,200,000 |
| Non-current Liabilities | | | |
| Long-term borrowings | 37 | 45,002 | 2,000 |
| Accounts payable - related parties | 34 | 10,896,268 | 11,400,000 |
| Prepaid expenses | 36 | 4,488,679 | 4,000,000 |
| Other payables | 36 | 1,999,284 | 1,400,000 |
| Deferred income | 36 | 12,440 | 1,000 |
| Provisions | 24 | 193,615 | 1,110,000 |
| Other non-current liabilities | 38 | 435,811 | 4,000 |
| Other non-current liabilities | 39 | 836,336 | 4,000 |
| Other non-current liabilities | 40 | 19,402 | 24,000 |
| | | 18,926,837 | 17,210,000 |
| Net Assets | | 26,366,847 | 2,000,000 |
| Capital and Reserves | | | |
| Capital | 41 | 8,244,508 | 8,244,000 |
| Reserves | | 16,249,142 | 14,420,000 |
| | | 24,493,650 | 22,664,000 |
| Minority interests | 43 | 1,525,582 | 1,525,000 |
| Other non-current liabilities | | 347,615 | 402,000 |
| | | 26,366,847 | 2,000,000 |

The consolidated financial statements were approved by the Board of Directors on December 31, 2020. The consolidated financial statements were audited by the independent auditor, PricewaterhouseCoopers, and the audit report is included in the consolidated financial statements.

ZHANG Fengyang
Director

CHEN Dayu
Director

Consolidated Statement of Changes in Equity

FOR THE YEAR ENDED 31 DECEMBER 2020

Attributable to ordinary shareholders of the Company

| | Share capital
RMB'000
(Note 41) | Capital reserve
RMB'000
(Note 42) | Statutory surplus reserve
RMB'000
(note(a)) | Other reserves
RMB'000
(note(b)) | Fair value through other comprehensive income reserve
RMB'000 | Cash flow hedging reserve
RMB'000 | Currency translation differences
RMB'000 | Retained profits
RMB'000 | Total
RMB'000 | Perpetual notes
RMB'000
(Note 43) | Non-controlling interests
RMB'000 | Total equity
RMB'000 |
|---|---------------------------------------|---|---|--|--|--------------------------------------|---|-----------------------------|------------------|---|--------------------------------------|-------------------------|
| At January 1, 2019 | 2,444,000 | 4,400 | 2,111,210 | (1,100) | 10 | (4,100) | (1,100) | 1,142,024 | 21,114,000 | | 1,222,000 | 21,111,000 |
| Profit for the year | | | | | | | | 2,000,000 | 2,000,000 | | 1,000,000 | 2,100,000 |
| Transfer from retained profits to capital reserve | | | | | 4,400 | 1,400 | (1,100) | | 1,400 | | | 1,400 |
| Transfer from retained profits to statutory surplus reserve | | | | | 4,400 | 1,400 | (1,100) | 2,000,000 | 2,100,000 | | 1,000,000 | 2,100,000 |
| Transfer from retained profits to other reserves | | | | | | | | | | | | |
| Transfer from retained profits to cash flow hedging reserve | | | | | | | | | | | | |
| Transfer from retained profits to currency translation differences | | | | | | | | | | | | |
| Transfer from retained profits to fair value through other comprehensive income reserve | | | | | | | | | | | | |
| Transfer from retained profits to perpetual notes | | | | | | | | | | | | |
| Transfer from retained profits to non-controlling interests | | | | | | | | | | | | |
| At January 1, 2020 | 2,444,000 | 4,400 | 2,200,420 | (1,100) | 10,014 | (4,100) | (1,410) | 1,100 | 22,000 | | 402,410 | 2,000,000 |
| Profit for the year | 8,244,508 | 3,934,473 | 2,286,420 | (67,138) | 10,714 | (64,678) | (185,417) | 8,513,786 | 22,672,668 | - | 402,641 | 23,075,309 |
| Transfer from retained profits to capital reserve | - | - | - | - | - | - | - | 2,303,390 | 2,303,390 | 31,950 | 60,645 | 2,395,985 |
| Transfer from retained profits to statutory surplus reserve | - | - | - | - | 12,877 | 21,451 | 92,475 | - | 126,803 | - | - | 126,803 |
| Transfer from retained profits to other reserves | - | - | - | - | (4,666) | - | - | - | (4,666) | - | - | (4,666) |
| Transfer from retained profits to cash flow hedging reserve | - | - | - | - | 8,211 | 21,451 | 92,475 | 2,303,390 | 2,425,527 | 31,950 | 60,645 | 2,518,122 |
| Transfer from retained profits to currency translation differences | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer from retained profits to fair value through other comprehensive income reserve | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer from retained profits to perpetual notes | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer from retained profits to non-controlling interests | - | - | - | - | - | - | - | - | - | - | - | - |
| At January 1, 2021 | 8,244,508 | 3,934,473 | 2,438,660 | (76,430) | (5,503) | (43,227) | (92,942) | 10,094,111 | 24,493,650 | 1,525,582 | 347,615 | 26,366,847 |

Notes:

- (a) The statutory surplus reserve is calculated as a percentage of the profit for the year. The statutory surplus reserve is calculated as a percentage of the profit for the year.
- (b) The other reserves are calculated as a percentage of the profit for the year. The other reserves are calculated as a percentage of the profit for the year.
- (c) The perpetual notes are calculated as a percentage of the profit for the year. The perpetual notes are calculated as a percentage of the profit for the year.

| | Year ended 31 December | |
|---|------------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Operating activities | | |
| Revenue | 2,953,026 | 2,772,222 |
| Cost of sales | (2,811,261) | (2,471,177) |
| Net revenue | 141,765 | 301,045 |
| Other income | 50,844 | (2,000) |
| Other expenses | (119,521) | (119,521) |
| Finance income | 1,510 | 10,100 |
| Finance expenses | (14,633) | (11,000) |
| Share of profits of associates | 1,300 | 2,100 |
| Share of losses of associates | (167,781) | (112,200) |
| Share of profits of joint ventures | 22,063 | (2,000) |
| Share of losses of joint ventures | (41,065) | (2,000) |
| Share of profits of subsidiaries | 1,150,847 | 1,210,000 |
| Share of losses of subsidiaries | (151,051) | (117,000) |
| Share of profits of other entities | (5,277) | (2,000) |
| Share of losses of other entities | (478,890) | (478,890) |
| Net cash generated from operating activities | 6,280,941 | 6,280,941 |
| Investing activities | | |
| Capital expenditure | 2,069 | 2,069 |
| Disposal of property, plant and equipment | (3,882,556) | (4,112,000) |
| Disposal of subsidiaries | (116,222) | (477,000) |
| Disposal of joint ventures | 503,313 | 72,000 |
| Disposal of associates | (40,330) | (1,210,000) |
| Disposal of other entities | 38,037 | 24,000 |
| Disposal of other assets | 341,711 | 710,000 |
| Disposal of other liabilities | 6,741 | (2,400) |
| Net cash generated from investing activities | 3,133,704 | 3,472,000 |
| Financing activities | (531,896) | (472,400) |
| Net cash generated from operating activities | 2,601,808 | 6,070,541 |

FOR THE YEAR ENDED 31 DECEMBER 2020

| | Year ended 31 December | |
|--|------------------------|--------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Investing activities | | |
| Acquisition of subsidiaries | 42,914 | 1,222 |
| Disposal of subsidiaries | 6,928 | 0,21 |
| Acquisition of intangible assets | 134,000 | 1,000 |
| Disposal of intangible assets | 75,000 | 1,000 |
| Subsidiaries' capital contribution | (117,000) | |
| Subsidiaries' capital contribution | (70,000) | (1,000) |
| Disposal of subsidiaries' capital contribution | (1,222,000) | |
| Subsidiaries' capital contribution | | |
| Disposal of subsidiaries' capital contribution | (7,235,820) | (4,235,820) |
| Disposal of subsidiaries' capital contribution | (68,417) | (1,235,820) |
| Disposal of subsidiaries' capital contribution | (10,769) | |
| Subsidiaries' capital contribution | (142,952) | (2,110) |
| Disposal of subsidiaries' capital contribution | 34,224 | 1,10 |
| Disposal of subsidiaries' capital contribution | 4,959 | 100,4 |
| Disposal of subsidiaries' capital contribution | (3,086) | (4,1) |
| Disposal of subsidiaries' capital contribution | 3,035 | 4,41 |
| Net cash used in investing activities | (8,568,984) | (4,111,111) |

Consolidated Statement of Cash Flows

FOR THE YEAR ENDED 31 DECEMBER 2020

| | Note | Year ended 31 December | |
|---|------|------------------------|--------------------|
| | | 2020
RMB'000 | 2019
RMB'000 |
| Financing activities | | | |
| ● Issued notes | | (50,280) | |
| ● Issued shares | | (1,080,351) | (1,100,000) |
| ● Repurchased shares | | 12,272,425 | 1,100,000 |
| ● Repurchased shares | | (8,647,897) | (1,100,000) |
| ● Repurchased shares | | 10,500,000 | 10,000,000 |
| ● Repurchased shares | | (11,338) | (10,000) |
| ● Repurchased shares | | (9,500,000) | (10,000,000) |
| ● Repurchased shares | | 1,000,000 | |
| ● Repurchased shares | | (1,415) | |
| ● Repurchased shares | | 1,000,000 | 1,000,000 |
| ● Repurchased shares | | (358) | (100) |
| ● Repurchased shares | | 1,500,000 | |
| ● Repurchased shares | | (6,368) | |
| ● Repurchased shares | | (49,321) | (100) |
| ● Repurchased shares | | | |
| ● Repurchased shares | | (595,253) | (1,100,000) |
| ● Repurchased shares | | (137,133) | (1,100,000) |
| Net cash from (used in) financing activities | | 6,192,711 | (2,040,414) |
| Net increase (decrease) in cash and cash equivalents | | 225,535 | (1,420,000) |
| Cash and cash equivalents at the beginning of the year | | 4,056,110 | 4,420,000 |
| Effect of foreign exchange rate changes | | 15,805 | (22,100) |
| Cash and cash equivalents at the end of the year | 32 | 4,297,450 | 4,000,000 |
| Represented by: | | | |
| Cash and cash equivalents at the end of the year | | 4,297,450 | 4,000,000 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

1. GENERAL INFORMATION

$\frac{d}{dt} \left(\frac{\partial L}{\partial \dot{x}} \right) = \frac{\partial L}{\partial x}$, $\frac{d}{dt} \left(\frac{\partial L}{\partial \dot{y}} \right) = \frac{\partial L}{\partial y}$, $\frac{d}{dt} \left(\frac{\partial L}{\partial \dot{z}} \right) = \frac{\partial L}{\partial z}$.

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2. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

3. APPLICATION OF AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRSs”)

Amendments to IFRSs that are mandatorily effective for the current year

The Company has adopted the following amendments to IFRSs that are mandatorily effective for the current year: *Amendments to References to the Conceptual Framework in IFRS Standards* (the “Amendments”), which are effective for annual periods beginning on or after 1 January 2020. The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

| | |
|---|--------------------------------|
| Amendments to IFRS 1 | Definition of Material |
| Amendments to IFRS 3 | Definition of a Business |
| Amendments to IFRS 9, IAS 39 and IFRS 7 | Interest Rate Benchmark Reform |

The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year: *Amendments to References to the Conceptual Framework in IFRS Standards* (the “Amendments”), which are effective for annual periods beginning on or after 1 January 2020. The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

3.1 Impacts on application of Amendments to IAS 1 and IAS 8 Definition of Material

The Company has adopted the following amendments to IFRSs that are mandatorily effective for the current year: *Amendments to References to the Conceptual Framework in IFRS Standards* (the “Amendments”), which are effective for annual periods beginning on or after 1 January 2020. The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

3.2 Impacts on application of Amendments to IFRS 9, IAS 39 and IFRS 7 Interest Rate Benchmark Reform

The Company has adopted the following amendments to IFRSs that are mandatorily effective for the current year: *Amendments to References to the Conceptual Framework in IFRS Standards* (the “Amendments”), which are effective for annual periods beginning on or after 1 January 2020. The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

The Company has also adopted the following amendments to IFRSs that are mandatorily effective for the current year:

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

3. APPLICATION OF AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRSs”) (continued)

New and amendments to IFRSs in issue but not yet effective

The following table lists the new and amendments to IFRSs that have been issued by the International Accounting Standards Board (“IASB”) but are not yet effective at the reporting date.

| Effective date | Standard |
|----------------|--|
| 1/1/2021 | Insurance Contracts and the related Amendments ¹ |
| 1/1/2021 | Covid-19-Related Rent Concessions ⁴ |
| 1/1/2021 | Reference to the Conceptual Framework ² |
| 1/1/2021 | Interest Rate Benchmark Reform – Phase 2 ⁵ |
| 1/1/2021 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ³ |
| 1/1/2021 | Classification of Liabilities as Current or Non-current ¹ |
| 1/1/2021 | Disclosure of Accounting Policies ¹ |
| 1/1/2021 | Definition of Accounting Estimates ¹ |
| 1/1/2021 | Property, Plant and Equipment – Proceeds before Intended Use ² |
| 1/1/2021 | Onerous Contracts – Cost of Fulfilling a Contract ² |
| 1/1/2021 | Annual Improvements to IFRSs 2018-2020 ² |

Notes:

(1) The standard is effective for annual periods beginning on or after 1 January 2021.

(2) The standard is effective for annual periods beginning on or after 1 January 2022.

(3) The standard is effective for annual periods beginning on or after 1 January 2021.

(4) The standard is effective for annual periods beginning on or after 1 January 2020.

(5) The standard is effective for annual periods beginning on or after 1 January 2021.

The Group has assessed the impact of the new and amendments to IFRSs on its consolidated financial statements and has concluded that the adoption of the new and amendments to IFRSs will not have a material impact on the Group's consolidated financial statements.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

3. APPLICATION OF AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRS

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES

4.1 Basis of preparation of consolidated financial statements

The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements. The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements.

The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements.

The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements.

The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements. *2 Share-based Payment*, *2 Inventories* and *Impairment of Assets*.

The consolidated financial statements have been prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the entities included in the consolidated financial statements.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies (continued)

Basis of consolidation (continued)

[illegible][illegible][illegible]

Changes in the Group's interests in existing subsidiaries

[illegible]

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Financial Instruments

FOR THE YEAR ENDED 31 DECEMBER 2020

4.2 Significant accounting policies (continued)

Optional concentration test

Business combinations

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Business combinations (continued)

Business combinations (continued)

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control.

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control. 12 Income Taxes

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control. 2 Share-based Payment

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control. Non-current Assets Held for Sale and Discontinued Operations

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control.

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control.

The Group has acquired certain subsidiaries during the year. The acquisition of these subsidiaries is accounted for as business combinations under common control.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Business combinations (continued)

Business combinations (continued)

On 1 January 2021, the Company acquired 100% equity interest in Beijing Jingneng Clean Energy Co., Limited (the "Acquired Entity") through a business combination. The Acquired Entity is a subsidiary of the Company and its financial statements are consolidated with the Company's financial statements.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Investments in associates and a joint venture (continued)

החברה מחשבת את ההשקעה בהתאם לשיטת ההשקעה באגודות. ההשקעה באגודות מוגדרת כהשקעה באגודה או בחברה שאינה חברה בת, בה יש לה השפעה משמעותית, אך לא שליטה, על החלטות האגודה או החברה. ההשקעה באגודות מוגדרת כהשקעה באגודה או בחברה שאינה חברה בת, בה יש לה השפעה משמעותית, אך לא שליטה, על החלטות האגודה או החברה.

ההשקעה באגודות מוגדרת כהשקעה באגודה או בחברה שאינה חברה בת, בה יש לה השפעה משמעותית, אך לא שליטה, על החלטות האגודה או החברה. ההשקעה באגודות מוגדרת כהשקעה באגודה או בחברה שאינה חברה בת, בה יש לה השפעה משמעותית, אך לא שליטה, על החלטות האגודה או החברה.

Revenue from contracts with customers

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

החברה מחשבת את הכנסותיה ממוצריה ופיקודותיה (להלן: "מוצרים") על בסיס הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים, כלומר, הערך הסיבילי של המוצרים.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Revenue from contracts with customers (continued)

When the contract contains multiple performance obligations, the contract revenue is allocated to each performance obligation based on the relative standalone selling price of each performance obligation. The standalone selling price is the price at which the company sells the performance obligation separately to its customers. If the company does not sell the performance obligation separately, the standalone selling price is determined based on the observable prices of similar performance obligations sold by the company or other companies in the same industry.

When the contract contains multiple performance obligations, the contract revenue is allocated to each performance obligation based on the relative standalone selling price of each performance obligation. The standalone selling price is the price at which the company sells the performance obligation separately to its customers. If the company does not sell the performance obligation separately, the standalone selling price is determined based on the observable prices of similar performance obligations sold by the company or other companies in the same industry.

When the contract contains multiple performance obligations, the contract revenue is allocated to each performance obligation based on the relative standalone selling price of each performance obligation. The standalone selling price is the price at which the company sells the performance obligation separately to its customers. If the company does not sell the performance obligation separately, the standalone selling price is determined based on the observable prices of similar performance obligations sold by the company or other companies in the same industry.

Over time revenue recognition: measurement of progress towards complete satisfaction of a performance obligation:

Output method

When the contract contains multiple performance obligations, the contract revenue is allocated to each performance obligation based on the relative standalone selling price of each performance obligation. The standalone selling price is the price at which the company sells the performance obligation separately to its customers. If the company does not sell the performance obligation separately, the standalone selling price is determined based on the observable prices of similar performance obligations sold by the company or other companies in the same industry.

Existence of significant financing component

When the contract contains multiple performance obligations, the contract revenue is allocated to each performance obligation based on the relative standalone selling price of each performance obligation. The standalone selling price is the price at which the company sells the performance obligation separately to its customers. If the company does not sell the performance obligation separately, the standalone selling price is determined based on the observable prices of similar performance obligations sold by the company or other companies in the same industry.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Leases

Definition of a lease

A lease is a contract, or part of a contract, that gives the customer a right to use an asset for a period of time in exchange for payment.

A contract is or contains a lease if it transfers the right to use an identified asset, which is physically distinct, for a period of time in exchange for payment. An asset is identified if the contract specifies the asset, or the asset is so specific that it is identifiable. A contract is or contains a lease if it transfers the right to use an identified asset for a period of time in exchange for payment. A contract is or contains a lease if it transfers the right to use an identified asset for a period of time in exchange for payment.

The Group as a lessee

Allocation of consideration to components of a contract

When a contract contains a lease and other promises, the Group allocates the consideration in the contract to each lease and other promise on the basis of their relative standalone prices. If the contract does not contain a lease, the Group does not allocate the consideration in the contract to a lease. The Group allocates the consideration in the contract to each lease and other promise on the basis of their relative standalone prices.

The Group recognizes a lease liability at the commencement date of the lease, which is the date that the Group obtains the right to use the underlying asset.

The lease liability is measured at the present value of the lease payments that the Group is required to make over the lease term, discounted using the interest rate implicit in the lease or, if that rate cannot be determined, the Group's incremental borrowing rate.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Leases (continued)

The Group as a lessee (continued)

Short-term leases

Leases with a term of 12 months or less, or leases that do not contain a purchase option, are classified as short-term leases. The Group recognizes a lease liability for short-term leases at the commencement date of the lease. The lease liability is measured at the present value of the lease payments, discounted using the incremental borrowing rate. The lease liability is recognized as an expense in the profit or loss statement.

Right-of-use assets

Right-of-use assets are recognized at the commencement date of the lease.

The right-of-use asset is measured at the present value of the lease payments, discounted using the incremental borrowing rate.

The right-of-use asset is recognized as an expense in the profit or loss statement. The right-of-use asset is depreciated over the lease term.

The right-of-use asset is measured at the present value of the lease payments, discounted using the incremental borrowing rate. The right-of-use asset is recognized as an expense in the profit or loss statement.

The right-of-use asset is measured at the present value of the lease payments, discounted using the incremental borrowing rate. The right-of-use asset is recognized as an expense in the profit or loss statement. The right-of-use asset is depreciated over the lease term.

The right-of-use asset is measured at the present value of the lease payments, discounted using the incremental borrowing rate. The right-of-use asset is recognized as an expense in the profit or loss statement.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Leases (continued)

The Group as a lessee (continued)

Refundable rental deposits

Refundable rental deposits are recorded at cost. The Group's policy is to record refundable rental deposits as assets when the deposits are paid and as liabilities when the deposits are received. The Group's policy is to record refundable rental deposits as assets when the deposits are paid and as liabilities when the deposits are received.

Lease liabilities

The Group's policy is to record lease liabilities as liabilities when the lease is entered into. The Group's policy is to record lease liabilities as liabilities when the lease is entered into. The Group's policy is to record lease liabilities as liabilities when the lease is entered into.

The Group's policy is to record lease liabilities as liabilities when the lease is entered into.

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The Group's policy is to record lease liabilities as liabilities when the lease is entered into.

The Group's policy is to record lease liabilities as liabilities when the lease is entered into.

FOR THE YEAR ENDED 31 DECEMBER 2020

4.2 Significant accounting policies (continued)

The Group as a lessee (continued)

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Foreign currencies (continued)

For the purpose of consolidation, the functional currency of the Group is the Hong Kong dollar. The functional currency of the subsidiaries is the local currency of the country in which they operate.

Transactions and balances in foreign currencies are translated into Hong Kong dollars at the exchange rates prevailing at the reporting date. Monetary assets and liabilities denominated in foreign currencies are translated at the closing rate at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the historical rate at the reporting date. Income and expenses are translated at the average exchange rate for the period. The exchange differences arising from the translation of the financial statements of the subsidiaries are recognised in other comprehensive income.

For the purpose of consolidation, the functional currency of the Group is the Hong Kong dollar. The functional currency of the subsidiaries is the local currency of the country in which they operate.

Borrowing costs

Borrowing costs are recognised as an expense when incurred, except for borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

Borrowing costs are capitalised as part of the cost of the asset to which they relate. Capitalisation of borrowing costs begins when the asset is first recognised and continues until the asset is ready for its intended use or sale. Capitalisation of borrowing costs is suspended or discontinued when the progress of the asset's construction or production is interrupted for an extended period.

Borrowing costs are capitalised as part of the cost of the asset to which they relate. Capitalisation of borrowing costs begins when the asset is first recognised and continues until the asset is ready for its intended use or sale.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Government grants

Government grants are recognized when the entity can reasonably be assured that the grant will be received and the entity can comply with the conditions attached to the grant.

Government grants related to the costs of an asset are recognized as income over the useful life of the asset. Government grants related to the costs of an expense are recognized as income when the costs are incurred. Government grants related to the costs of a loss are recognized as income when the loss is incurred. Government grants related to the costs of a gain are recognized as income when the gain is realized.

Government grants related to the costs of a loss are recognized as income when the loss is realized. Government grants related to the costs of a gain are recognized as income when the gain is realized. Government grants related to the costs of a loss are recognized as income when the loss is realized.

Government grants related to the costs of a loss are recognized as income when the loss is realized. Government grants related to the costs of a gain are recognized as income when the gain is realized. Government grants related to the costs of a loss are recognized as income when the loss is realized.

Retirement benefit costs

Retirement benefit costs are recognized as an expense when the benefit is provided. Retirement benefit costs are recognized as an expense when the benefit is provided. Retirement benefit costs are recognized as an expense when the benefit is provided.

Short-term employee benefits

Short-term employee benefits are recognized as an expense when the benefit is provided. Short-term employee benefits are recognized as an expense when the benefit is provided. Short-term employee benefits are recognized as an expense when the benefit is provided.

Short-term employee benefits are recognized as an expense when the benefit is provided. Short-term employee benefits are recognized as an expense when the benefit is provided. Short-term employee benefits are recognized as an expense when the benefit is provided.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies (continued)

Taxation

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Taxation (continued)

Corporate income tax is calculated on the taxable income of the Company and its subsidiaries. The Company and its subsidiaries are subject to corporate income tax at the rate of 25% in the People's Republic of China.

The Company and its subsidiaries are also subject to the Enterprise Income Tax Law of the People's Republic of China (the "EIT Law") and its implementing regulations. The EIT Law provides that the Company and its subsidiaries are subject to corporate income tax at the rate of 25% on the taxable income. The Company and its subsidiaries have obtained the qualification for the High and New Technology Enterprise (the "HNTE") status, which is entitled to a preferential corporate income tax rate of 15% for the period from 2019 to 2021.

The Company and its subsidiaries are also subject to the Corporate Income Tax Law of the People's Republic of China (the "CIT Law") and its implementing regulations. The CIT Law provides that the Company and its subsidiaries are subject to corporate income tax at the rate of 25% on the taxable income.

The Company and its subsidiaries are also subject to the Corporate Income Tax Law of the People's Republic of China (the "CIT Law") and its implementing regulations. The CIT Law provides that the Company and its subsidiaries are subject to corporate income tax at the rate of 25% on the taxable income.

The Company and its subsidiaries are also subject to the Corporate Income Tax Law of the People's Republic of China (the "CIT Law") and its implementing regulations. The CIT Law provides that the Company and its subsidiaries are subject to corporate income tax at the rate of 25% on the taxable income.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes the purchase price, import duties, non-refundable government taxes, and other directly attributable costs. The cost of self-constructed assets includes the cost of materials and direct labour, and an allocation of overheads based on the normal capacity of the production facilities. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets. The estimated useful lives are as follows:

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes the purchase price, import duties, non-refundable government taxes, and other directly attributable costs. The cost of self-constructed assets includes the cost of materials and direct labour, and an allocation of overheads based on the normal capacity of the production facilities. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Ownership interests in leasehold land and building

Ownership interests in leasehold land and buildings are stated at cost less accumulated depreciation and impairment losses. Cost includes the purchase price, import duties, non-refundable government taxes, and other directly attributable costs. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Ownership interests in leasehold land and buildings are stated at cost less accumulated depreciation and impairment losses. Cost includes the purchase price, import duties, non-refundable government taxes, and other directly attributable costs. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Ownership interests in leasehold land and buildings are stated at cost less accumulated depreciation and impairment losses. Cost includes the purchase price, import duties, non-refundable government taxes, and other directly attributable costs. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Property, plant and equipment (continued)

Ownership interests in leasehold land and building (continued)

On 1 January 2021, the Group's ownership interests in leasehold land and building were reclassified from property, plant and equipment to investment properties. The reclassification was based on the fact that the Group has the ability to earn rental income from the leasehold land and building and the Group's management has decided to hold the leasehold land and building for long-term rental income.

Intangible assets

The Group's intangible assets are classified into identifiable intangible assets and non-identifiable intangible assets. Identifiable intangible assets are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets. Non-identifiable intangible assets are those intangible assets that are not separable from the Group's other assets and cannot be sold or transferred individually or together with other assets.

The Group's identifiable intangible assets are classified into customer relationships, patents, and software. Customer relationships are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets. Patents are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets. Software is those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets.

Intangible assets acquired in a business combination

The Group's intangible assets acquired in a business combination are classified into identifiable intangible assets and non-identifiable intangible assets. Identifiable intangible assets are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets.

The Group's non-identifiable intangible assets acquired in a business combination are those intangible assets that are not separable from the Group's other assets and cannot be sold or transferred individually or together with other assets.

The Group's identifiable intangible assets acquired in a business combination are classified into customer relationships, patents, and software. Customer relationships are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets. Patents are those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets. Software is those intangible assets that are separable from the Group's other assets and can be sold or transferred individually or together with other assets.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Impairment of property, plant and equipment, right-of-use assets and intangible assets other than goodwill

At the end of each reporting period, the Company assesses whether there is any indication that property, plant and equipment, right-of-use assets and intangible assets other than goodwill may be impaired. If such indication exists, the carrying amount of the asset is compared to its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. If the carrying amount exceeds the recoverable amount, the asset is impaired and the carrying amount is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement.

For property, plant and equipment, right-of-use assets and intangible assets other than goodwill, the Company assesses impairment by comparing the carrying amount of the asset to its fair value less costs of disposal and its value in use. The fair value less costs of disposal is determined by reference to the market value of the asset, less the costs of disposal. The value in use is determined by discounting the expected future cash flows that the asset is expected to generate.

For intangible assets other than goodwill, the Company assesses impairment by comparing the carrying amount of the asset to its fair value less costs of disposal and its value in use. The fair value less costs of disposal is determined by reference to the market value of the asset, less the costs of disposal. The value in use is determined by discounting the expected future cash flows that the asset is expected to generate. If the carrying amount exceeds the recoverable amount, the asset is impaired and the carrying amount is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement.

For property, plant and equipment, right-of-use assets and intangible assets other than goodwill, the Company assesses impairment by comparing the carrying amount of the asset to its fair value less costs of disposal and its value in use. The fair value less costs of disposal is determined by reference to the market value of the asset, less the costs of disposal. The value in use is determined by discounting the expected future cash flows that the asset is expected to generate. If the carrying amount exceeds the recoverable amount, the asset is impaired and the carrying amount is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Impairment of property, plant and equipment, right-of-use assets and intangible assets other than goodwill (continued)

At the end of each reporting period, the Company reviews the carrying amounts of its property, plant and equipment, right-of-use assets and intangible assets other than goodwill to determine whether there is any indication that these assets may be impaired. If such indication exists, the Company estimates the recoverable amount of the assets. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The fair value less costs of disposal is the amount obtainable from the disposal of the asset, less the costs of disposal. The value in use is the present value of the future cash flows expected to be derived from the asset. If the carrying amount of the asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement. If the impairment loss is reversed, the carrying amount of the asset is increased to its recoverable amount. The reversal of the impairment loss is recognized in the consolidated income statement.

The Company also reviews the carrying amounts of its property, plant and equipment, right-of-use assets and intangible assets other than goodwill to determine whether there is any indication that these assets may be impaired. If such indication exists, the Company estimates the recoverable amount of the assets. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The fair value less costs of disposal is the amount obtainable from the disposal of the asset, less the costs of disposal. The value in use is the present value of the future cash flows expected to be derived from the asset. If the carrying amount of the asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount. The impairment loss is recognized in the consolidated income statement. If the impairment loss is reversed, the carrying amount of the asset is increased to its recoverable amount. The reversal of the impairment loss is recognized in the consolidated income statement.

Inventories

The Company measures its inventories at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs of disposal. The Company uses the first-in, first-out (FIFO) method to measure the cost of inventories.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

Revenue from Contracts with Customers. The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

Financial assets

Classification and subsequent measurement of financial assets

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

The consolidated financial statements are prepared on the basis of the accounting policies set out below. The accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Classification and subsequent measurement of financial assets (continued)

Financial assets are classified into three categories: (1) financial assets at amortised cost; (2) financial assets at fair value through other comprehensive income; and (3) financial assets at fair value through profit or loss.

Financial assets are classified into three categories: (1) financial assets at amortised cost; (2) financial assets at fair value through other comprehensive income; and (3) financial assets at fair value through profit or loss.

Financial assets are classified into three categories: (1) financial assets at amortised cost; (2) financial assets at fair value through other comprehensive income; and (3) financial assets at fair value through profit or loss.

Financial assets are classified into three categories: (1) financial assets at amortised cost; (2) financial assets at fair value through other comprehensive income; and (3) financial assets at fair value through profit or loss.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Classification and subsequent measurement of financial assets (continued)

(i) **Financial assets at amortised cost**

Financial assets at amortised cost are those that are held within the business model whose objective is to hold the assets for the long term to collect contractual cash flows, and that give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding. Such assets are initially measured at fair value, plus or minus transaction costs that are directly attributable to the acquisition of the financial asset. Subsequently, these financial assets are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the assets are derecognised or when there is a change in their amortised cost.

(ii) **Financial assets at fair value through profit or loss**

Financial assets at fair value through profit or loss are those that are held within the business model whose objective is to realise the assets in the short term, or that are designated as such at initial recognition. Such assets are initially measured at fair value, plus or minus transaction costs that are directly attributable to the acquisition of the financial asset. Subsequently, these financial assets are measured at fair value, with any gains or losses recognised in profit or loss.

Financial assets at fair value through profit or loss are also those that are designated as such at initial recognition, and that are not held within the business model whose objective is to hold the assets for the long term to collect contractual cash flows, and that give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) **Financial assets at fair value through other comprehensive income**

Financial assets at fair value through other comprehensive income are those that are held within the business model whose objective is to hold the assets for the long term to collect contractual cash flows, and that give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income are also those that are designated as such at initial recognition, and that are not held within the business model whose objective is to hold the assets for the long term to collect contractual cash flows, and that give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets

The Group assesses the impairment of financial assets at each reporting date. The Group uses the expected credit loss (ECL) model to measure the impairment of financial assets. The ECL model is based on the probability of default (PD) of the financial assets, the exposure at default (EAD) and the loss given default (LGD). The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL.

The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL. The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL.

The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL.

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(i) The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL.

The Group uses the 12-month PD to measure the ECL for financial assets that are not credit-impaired at the reporting date. For financial assets that are credit-impaired at the reporting date, the Group uses the lifetime PD to measure the ECL.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

(i) Financial assets measured at amortised cost (continued)

On 1 January 2018, the Group adopted the new impairment model for financial assets measured at amortised cost. The Group has elected to apply the simplified approach to measure expected credit losses (ECLs) for financial assets measured at amortised cost.

The Group has elected to apply the simplified approach to measure ECLs for financial assets measured at amortised cost. The Group has elected to apply the simplified approach to measure ECLs for financial assets measured at amortised cost.

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The Group has elected to apply the simplified approach to measure ECLs for financial assets measured at amortised cost. The Group has elected to apply the simplified approach to measure ECLs for financial assets measured at amortised cost.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Impairment of financial assets (continued)

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Financial assets (continued)

Derecognition of financial assets

When the contractual cash flows of a financial asset have been transferred to another party, and the Company has transferred substantially all the risks and rewards of ownership of the financial asset, the financial asset is derecognized. If the Company has not transferred substantially all the risks and rewards of ownership, the financial asset is not derecognized. If the Company has transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is derecognized and a new financial liability is recognized for the amount of the cash received. If the Company has not transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is not derecognized and a new financial liability is recognized for the amount of the cash received.

When the contractual cash flows of a financial asset have been transferred to another party, and the Company has transferred substantially all the risks and rewards of ownership of the financial asset, the financial asset is derecognized. If the Company has not transferred substantially all the risks and rewards of ownership, the financial asset is not derecognized. If the Company has transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is derecognized and a new financial liability is recognized for the amount of the cash received. If the Company has not transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is not derecognized and a new financial liability is recognized for the amount of the cash received.

When the contractual cash flows of a financial asset have been transferred to another party, and the Company has transferred substantially all the risks and rewards of ownership of the financial asset, the financial asset is derecognized. If the Company has not transferred substantially all the risks and rewards of ownership, the financial asset is not derecognized. If the Company has transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is derecognized and a new financial liability is recognized for the amount of the cash received. If the Company has not transferred substantially all the risks and rewards of ownership, but retains legal title to the financial asset, the financial asset is not derecognized and a new financial liability is recognized for the amount of the cash received.

Financial liabilities and equity

Classification as debt or equity

Financial liabilities are classified as debt or equity based on the substance of the financial instrument. Financial liabilities that are classified as debt are measured at amortized cost. Financial liabilities that are classified as equity are measured at fair value. Financial liabilities that are classified as debt are measured at amortized cost. Financial liabilities that are classified as equity are measured at fair value.

Equity instruments

Equity instruments are classified as equity or debt based on the substance of the financial instrument. Equity instruments that are classified as equity are measured at fair value. Equity instruments that are classified as debt are measured at amortized cost. Equity instruments that are classified as equity are measured at fair value. Equity instruments that are classified as debt are measured at amortized cost.

Equity instruments are classified as equity or debt based on the substance of the financial instrument. Equity instruments that are classified as equity are measured at fair value. Equity instruments that are classified as debt are measured at amortized cost. Equity instruments that are classified as equity are measured at fair value. Equity instruments that are classified as debt are measured at amortized cost.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Financial instruments (continued)

Financial liabilities and equity (continued)

Financial liabilities at amortised cost

Financial liabilities at amortised cost are initially recognised at fair value, net of transaction costs that are directly attributable to the acquisition of the financial liability. Subsequently, these financial liabilities are measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the contractual obligations are extinguished or discharged, either by payment to the creditors or by the expiration of the liability's term.

Derivative financial instruments

Derivative financial instruments are initially recognised at fair value and are subsequently measured at fair value. Changes in the fair value of derivative financial instruments are recognised in profit or loss, except for those that qualify for hedge accounting.

Hedge accounting

Hedge accounting is applied to all derivatives that are designated as hedging instruments.

For a derivative to qualify for hedge accounting, it must be designated as a hedge of a specific risk, and the hedge must be effective in offsetting changes in the fair value of the hedged item. The effectiveness of the hedge is assessed using the prospective method.

For a derivative to qualify for hedge accounting, it must be designated as a hedge of a specific risk, and the hedge must be effective in offsetting changes in the fair value of the hedged item. The effectiveness of the hedge is assessed using the prospective method.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Financial instruments (continued)

Hedge accounting (continued)

Assessment of hedging relationship and effectiveness

The Company uses the following methods to assess the hedging relationship and effectiveness of its hedging instruments:

- The Company uses the following methods to assess the hedging relationship and effectiveness of its hedging instruments:

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

4.2 Significant accounting policies *(continued)*

Financial instruments (continued)

Hedge accounting (continued)

Cash flow hedges

The Company's policy is to hedge the foreign currency risk of its net investments in foreign operations. The Company uses foreign currency derivatives to hedge its net investments in foreign operations. The Company's policy is to hedge the foreign currency risk of its net investments in foreign operations. The Company uses foreign currency derivatives to hedge its net investments in foreign operations.

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Discontinuation of hedge accounting

The Company's policy is to hedge the foreign currency risk of its net investments in foreign operations. The Company uses foreign currency derivatives to hedge its net investments in foreign operations. The Company's policy is to hedge the foreign currency risk of its net investments in foreign operations. The Company uses foreign currency derivatives to hedge its net investments in foreign operations.

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

4. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES (continued)

4.2 Significant accounting policies (continued)

Related parties

() The company, as a subsidiary of the parent company, is a subsidiary of the parent company.

() The company is a subsidiary of the parent company.

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

5. KEY SOURCES OF ESTIMATION UNCERTAINTY

At the end of the reporting period, the following estimates, which are subject to uncertainty, have been used in the consolidated financial statements. The estimates are based on the best available information at the end of the reporting period, but they are subject to uncertainty because of the inherent uncertainty in the measurement of the underlying assets and liabilities.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

5. KEY SOURCES OF ESTIMATION UNCERTAINTY (continued)

Impairment of goodwill

At the end of the reporting period, the Group has goodwill of RMB1,000 million (2019: RMB1,000 million) which is attributable to the acquisition of the Group's subsidiaries. The goodwill is tested for impairment at least annually, or more frequently if there are indicators that the goodwill may be impaired. The impairment test is performed by comparing the carrying amount of the cash-generating unit to its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The value in use is determined by discounting the expected future cash flows of the cash-generating unit. The impairment test results for the year ended 31 December 2020 are as follows:

Impairment of trade receivables

The Group's trade receivables are assessed for impairment at the end of each reporting period. The Group uses the expected credit loss model to measure the impairment of trade receivables. The expected credit loss is the difference between the carrying amount of the trade receivables and the present value of the expected cash flows. The Group uses the historical loss rate to estimate the expected credit loss. The impairment of trade receivables for the year ended 31 December 2020 is as follows:

The impairment of trade receivables for the year ended 31 December 2020 is RMB0 million (2019: RMB0 million).

Fair value measurements on acquisition of four photovoltaic companies (the "Targets")

At the end of the reporting period, the Group has four photovoltaic companies (the "Targets") which are acquired by the Group. The fair value of the Targets is measured at the acquisition date. The fair value is determined by the Group's management, who have used the following methods to measure the fair value of the Targets: (i) the market approach, which is based on the market prices of similar companies; (ii) the cost approach, which is based on the replacement cost of the Targets; and (iii) the income approach, which is based on the expected future cash flows of the Targets. The fair value of the Targets for the year ended 31 December 2020 is as follows:

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

6. REVENUE

(i) Disaggregation of revenue from contracts with customers

| | For the year ended 31 December 2020 | | | | | |
|---------------------------------------|---|------------|-----------------------|------------|---------|------------|
| | Gas-fired
power and
heat energy
generation | Wind power | Photovoltaic
power | Hydropower | Others | Total |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| Revenue from contracts with customers | | | | | | |
| Electricity | 10,182,873 | 2,314,207 | 2,145,343 | 395,279 | - | 15,037,702 |
| Heat | 1,963,288 | - | - | - | - | 1,963,288 |
| Revenue from contracts with customers | | | | | | |
| Electricity | - | - | - | - | 2,316 | 2,316 |
| Revenue from contracts with customers | | | | | | |
| Electricity | 12,146,161 | 2,314,207 | 2,145,343 | 395,279 | - | 17,000,990 |
| Heat | - | - | - | - | 2,316 | 2,316 |
| Revenue from contracts with customers | | | | | | |
| Electricity | 12,146,161 | 2,192,289 | 2,140,814 | 395,279 | 2,316 | 16,876,859 |
| Heat | - | 121,918 | 4,529 | - | - | 126,447 |
| Revenue from contracts with customers | | | | | | |
| Electricity | 12,146,161 | 2,314,207 | 2,145,343 | 395,279 | 2,316 | 17,003,306 |

FOR THE YEAR ENDED 31 DECEMBER 2020

(i) Disaggregation of revenue from contracts with customers (continued)

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

6. REVENUE (continued)

(ii) Performance obligations for contracts with customers

When the Company enters into a contract with a customer, it identifies the performance obligations in the contract, which are the distinct goods or services that the customer may expect to receive and that are separately identifiable from other goods or services in the contract. The Company recognizes revenue when (or as) the Company satisfies a performance obligation, which is when the customer obtains control of the goods or services.

The Company's contracts with customers typically include a single performance obligation, which is the transfer of control of the goods or services. The Company recognizes revenue when (or as) the Company satisfies a performance obligation, which is when the customer obtains control of the goods or services.

The Company's contracts with customers typically include a single performance obligation, which is the transfer of control of the goods or services. The Company recognizes revenue when (or as) the Company satisfies a performance obligation, which is when the customer obtains control of the goods or services.

(iii) Transaction price allocated to the remaining performance obligation for contracts with customers

The Company's contracts with customers typically include a single performance obligation, which is the transfer of control of the goods or services. The Company recognizes revenue when (or as) the Company satisfies a performance obligation, which is when the customer obtains control of the goods or services.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

7. SEGMENT INFORMATION

Our management has determined the reportable segments based on the way the business is managed. The segments are identified on the basis of the products and services provided, the geographical areas in which the business operates, and the nature of the business. The segments are as follows:

Our segments are identified on the basis of the products and services provided, the geographical areas in which the business operates, and the nature of the business. The segments are as follows:

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

7. SEGMENT INFORMATION (continued)

(a) Segment revenue, results, assets and liabilities

The following table provides a summary of the segment revenue, results, assets and liabilities for the year ended 31 December 2020 and 2019. The amounts are in RMB'000.

| | Gas-fired
power and
heat energy
generation
RMB'000 | Wind power
RMB'000 | Photovoltaic
power
RMB'000 | Hydropower
RMB'000 | Others
RMB'000 | Total
RMB'000 |
|--|--|-----------------------|----------------------------------|-----------------------|-------------------|------------------|
| For the year ended 31 December 2020 | | | | | | |
| Revenue | 12,146,161 | 2,314,207 | 2,145,343 | 395,279 | 2,316 | 17,003,306 |
| Operating results (note (i)) | 1,769,612 | 1,201,021 | 1,124,081 | 59,211 | (220,629) | 3,933,296 |
| Operating results | 14,228,337 | 25,533,743 | 21,806,751 | 2,655,860 | 26,767,756 | 90,992,447 |
| Operating results | (7,315,937) | (17,365,587) | (16,202,380) | (2,130,946) | (25,474,975) | (68,489,825) |
| Assets | | | | | | |
| Gas-fired power and heat energy generation | 870,622 | 814,820 | 742,905 | 107,859 | 3,849 | 2,540,055 |
| Wind power | 9,590 | 207,931 | 27,666 | 25,517 | 502 | 271,206 |
| Photovoltaic power (note (ii)) | 108,207 | 376,814 | 381,689 | 54,986 | 229,151 | 1,150,847 |
| Hydropower | 530,280 | 241,223 | 11,126 | 2,131 | 12,633 | 797,393 |
| Others | | | | | | |
| Gas-fired power and heat energy generation | 403,025 | 23,383 | - | - | - | 426,408 |
| Wind power | 41,836 | 2,632 | 6,961 | 1,053 | - | 52,482 |
| Photovoltaic power | 6,088 | 123,411 | 3,239 | - | - | 132,738 |
| Hydropower | 79,331 | 91,797 | 926 | 1,078 | 12,633 | 185,765 |
| Others | 345,244 | 3,696,412 | 2,972,708 | 34,886 | 5,034 | 7,054,284 |

FOR THE YEAR ENDED 31 DECEMBER 2020

(a) Segment revenue, results, assets and liabilities (continued)

Notes:

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

7. SEGMENT INFORMATION (continued)

(b) Reconciliations of segment results, assets and liabilities to the consolidated financial statements

| | Year ended 31 December | |
|-----------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Segment results | | |
| Segment results | 3,933,296 | 3,917,090 |
| Segment results | (16,206) | 41,065 |
| Segment results | — | (1,150,847) |
| Segment results | — | 167,781 |
| Segment results | — | (22,063) |
| Segment results | 2,953,026 | 2,953,026 |

FOR THE YEAR ENDED 31 DECEMBER 2020

(b) Reconciliations of segment results, assets and liabilities to the consolidated financial statements *(continued)*

Note:

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

7. SEGMENT INFORMATION (continued)

(c) Geographical information

0% of the group's revenue is derived from outside the PRC, and 0% of the group's non-current assets (including intangible assets) are located outside the PRC. In 2020 and 2019, the group's revenue and non-current assets were all located in the PRC.

(d) Information of major customers

The group's largest customer accounted for 1,144,000 RMB in 2020 (2019: 1,101,220,000 RMB). The group's revenue from this customer was 10,182,873 RMB in 2020 (2019: 10,174,421 RMB), which accounted for 68% of the group's revenue (2019: 68%). The group's revenue from this customer was 1,845,035 RMB in 2020 (2019: 1,845,035 RMB), which accounted for 11% of the group's revenue (2019: 10%).

The group's revenue from this customer was 1,845,035 RMB in 2020 (2019: 1,845,035 RMB), which accounted for 11% of the group's revenue (2019: 10%).

| | Year ended 31 December | |
|---|------------------------|-------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Revenue from the largest customer | 10,182,873 | 10,174,421 |
| Revenue from the second largest customer | 2,192,289 | 1,144,000 |
| Revenue from the third largest customer | 2,140,814 | 1,044,000 |
| Revenue from the fourth largest customer | 337,934 | 27,100 |
| | 14,853,910 | 14,414,200 |
| Revenue from the largest customer (excluding the group's revenue from the largest customer) | 1,845,035 | 1,845,035 |
| | 16,698,945 | 16,259,235 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

8. OTHER INCOME

| | Year ended 31 December | |
|---|------------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Income from disposal of non-current assets | 426,408 | 1,011,271 |
| Income from disposal of subsidiaries (Note 38) | 52,482 | 27,271 |
| Income from disposal of subsidiaries (Note 38) | 52,482 | 27,271 |
| Income from disposal of subsidiaries (note (a)) | 132,738 | 1,107,441 |
| Income from disposal of subsidiaries (note (b)) | 137,861 | 10,271 |
| Income from disposal of subsidiaries (note (c)) | - | 2,271 |
| Income from disposal of subsidiaries (note (d)) | 47,904 | 1,107,441 |
| | 797,393 | 1,011,271 |

Notes:

- (a) Income from disposal of subsidiaries (note (a)) represents the income from disposal of subsidiaries (note (a)) and income from disposal of subsidiaries (note (a)).
- (b) Income from disposal of subsidiaries (note (b)) represents the income from disposal of subsidiaries (note (b)) and income from disposal of subsidiaries (note (b)).
- (c) Income from disposal of subsidiaries (note (c)) represents the income from disposal of subsidiaries (note (c)) and income from disposal of subsidiaries (note (c)).
- (d) Income from disposal of subsidiaries (note (d)) represents the income from disposal of subsidiaries (note (d)) and income from disposal of subsidiaries (note (d)).

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

9. OTHER EXPENSES

| | Year ended 31 December | |
|--|------------------------|----------------|
| | 2020 | 2019 |
| | RMB'000 | RMB'000 |
| Interest expense | | |
| Interest on bank loans, notes payable and other borrowings | 399,734 | 12,017 |
| Interest on accounts payable, interest on other payables and interest on other liabilities | 193,112 | 21,117 |
| Interest on bank deposits and other assets | | |
| Interest on bank deposits | 59,824 | 4,117 |
| Interest on other assets | 136,123 | 100,121 |
| | 788,793 | 137,272 |

10. OTHER GAINS AND LOSSES

| | Year ended 31 December | |
|---|------------------------|--------------|
| | 2020 | 2019 |
| | RMB'000 | RMB'000 |
| Gain on disposal of subsidiaries | | |
| (Loss) on disposal of subsidiaries, net of income tax | (14,633) | 1,110 |
| Gain on disposal of other assets | (3,381) | (1,010) |
| (Loss) on disposal of other assets, net of income tax | | |
| Gain on disposal of other assets (Note 30) | (50,844) | 2,110 |
| Gain on disposal of other assets (Note 37(b)) | (1,300) | (2,110) |
| Gain on disposal of other assets (Note 44) | 151,051 | 117,010 |
| Gain on disposal of other assets, net of income tax | (119,521) | |
| Gain on disposal of other assets | 25,468 | (1,110) |
| | (13,160) | 1,110 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

11. INTEREST INCOME/FINANCE COSTS

| | Year ended 31 December | |
|---|------------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Interest income | | |
| Interest on bank deposits | 5,364 | ,24 |
| Interest on government bonds | 4,150 | 2, |
| Interest on other financial assets (note) | 19,027 | 21,0 / |
| Interest on other financial assets | 12,524 | 2 ,4/2 |
| Interest income | 41,065 | , 02 |
| Interest on bank deposits | 1,265,282 | 1,2 , 20 |
| Interest on government bonds | 27,927 | 12, 4 |
| Interest on other financial assets (note) | (142,362) | (1, 0) |
| Interest income | 1,150,847 | 1,21 , 0 |
| Year ended 31 December | | |
| | 2020 | 201 |
| Interest income | 4.35% | 4.41% |

Note: Interest income on bank deposits is calculated based on the average balance of bank deposits during the year. Interest income on government bonds is calculated based on the average balance of government bonds during the year. Interest income on other financial assets is calculated based on the average balance of other financial assets during the year.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

12. INCOME TAX EXPENSE

| | Year ended 31 December | |
|----------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Current tax | | |
| China income tax | 521,827 | 2,112 |
| Hong Kong income tax | 11,484 | 10,744 |
| | 533,311 | 42,856 |
| Deferred tax | | |
| China income tax | 23,730 | (14,000) |
| | 557,041 | 28,856 |

China income tax is calculated on the basis of the tax rates applicable to the Company's subsidiaries in the People's Republic of China ("PRC") at 25% (2019: 25%) and Hong Kong income tax is calculated on the basis of the tax rates applicable to the Company's subsidiaries in Hong Kong at 16.5% (2019: 16.5%).

The Company's subsidiaries in the PRC are subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are subject to the Income Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Enterprise Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong.

The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong.

The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong. The Company's subsidiaries in the PRC are also subject to the Corporate Income Tax Law of the PRC. The Company's subsidiaries in Hong Kong are also subject to the Profits Tax Ordinance of Hong Kong.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

12. INCOME TAX EXPENSE (continued)

The income tax expense is calculated based on the taxable income of the Company and its subsidiaries, and is calculated at the applicable tax rate.

The income tax expense is calculated at 0% (2019: 0%) for the Company and its subsidiaries.

The income tax expense is calculated at 25% (2019: 25%) for the Company and its subsidiaries.

| | Year ended 31 December | |
|--------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Income tax expense | 2,953,026 | 2,772,222 |
| Income tax expense | 738,257 | 738,257 |
| Income tax expense | 45,526 | 45,526 |
| Income tax expense | (36,429) | (36,429) |
| Income tax expense | 63,876 | 63,876 |
| Income tax expense | 29,880 | 29,880 |
| Income tax expense | (2,917) | (2,917) |
| Income tax expense | (283,684) | (283,684) |
| Income tax expense | 2,532 | 2,532 |
| | 557,041 | 557,041 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

13. PROFIT FOR THE YEAR

| | Year ended 31 December | |
|--|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Profit from operations | 9,162 | 1,400 |
| Profit before taxation | 59,824 | 4,100 |
| Income tax expense | (2,486,418) | (2,144,100) |
| Profit after taxation | 60,126 | 2,956 |
| Profit attributable to equity holders of the Company | 271,206 | 2,956 |
| Profit attributable to non-controlling interests | (6,489) | (1,047) |
| Profit attributable to equity holders of the Company | 2,811,261 | 2,409,117 |
| Profit attributable to equity holders of the Company (Note 14) | 3,691 | 1,100 |
| Profit attributable to equity holders of the Company | 866,234 | 4,000 |
| Profit attributable to equity holders of the Company | 869,925 | 2,220 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

14. DIRECTORS', SUPERVISORS' AND THE FIVE HIGHEST PAID INDIVIDUALS EMOLUMENTS

The emoluments of the directors, supervisors, and the five highest paid individuals are disclosed in the following table.

Year ended 31 December 2020

| | Directors' fees
RMB'000 | Basic salaries and allowances
RMB'000 | Discretionary bonus
RMB'000
(Note) | Retirement benefit contributions
RMB'000 | Total
RMB'000 |
|--|----------------------------|--|--|---|------------------|
| Executive directors | | | | | |
| Mr. Wang Jie | - | 371 | 853 | 3 | 1,227 |
| Mr. Wang Jun | - | 311 | 773 | 3 | 1,087 |
| Mr. Wang Jun | | | | | |
| (Mr. Wang Jun 2019-2020, Mr. Wang Jun 2020-2020) | - | 106 | 70 | - | 176 |
| Mr. Wang Jun (2019-2020) | - | 101 | 597 | 3 | 701 |
| | - | 889 | 2,293 | 9 | 3,191 |
| Non-executive directors | | | | | |
| Mr. Wang Jun | - | - | - | - | - |
| Mr. Wang Jun | - | - | - | - | - |
| Mr. Wang Jun | - | - | - | - | - |
| (Mr. Wang Jun 2019-2020) | - | - | - | - | - |
| | - | - | - | - | - |
| Independent non-executive directors | | | | | |
| Mr. Wang Jun | 150 | - | - | - | 150 |
| Mr. Wang Jun | 150 | - | - | - | 150 |
| Mr. Wang Jun | 100 | - | - | - | 100 |
| (Mr. Wang Jun 2019-2020) | 17 | - | - | - | 17 |
| Mr. Wang Jun | 83 | - | - | - | 83 |
| (Mr. Wang Jun 2019-2020) | 83 | - | - | - | 83 |
| | 500 | - | - | - | 500 |

Notes to the Consolidated Financial Statements

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14. DIRECTORS', SUPERVISORS' AND THE FIVE HIGHEST PAID INDIVIDUALS EMOLUMENTS (continued)

| | Directors' fees
RMB'000 | Basic salaries and allowances
RMB'000 | Discretionary bonus
RMB'000
(Note) | Retirement benefit contributions
RMB'000 | Total
RMB'000 |
|------------------------------------|----------------------------|--|--|---|------------------|
| U.S. dollars | | | | | |
| → Directors' fees | - | - | - | - | - |
| → Basic salaries and allowances | | | | | |
| (for the year ended 2020) | - | 311 | 737 | 3 | 1,051 |
| → Discretionary bonus | | | | | |
| (for the year ended 2020) | - | - | - | - | - |
| → Retirement benefit contributions | | | | | |
| (for the year ended 2020) | - | - | - | - | - |
| → Total | | | | | |
| (for the year ended 2020) | - | - | - | - | - |
| | - | 311 | 737 | 3 | 1,051 |
| | 500 | 1,200 | 3,030 | 12 | 4,742 |

FOR THE YEAR ENDED 31 DECEMBER 2020

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

| | 2020
RMB'000 | 2019
RMB'000 | 2018
RMB'000
(Note) | 2017
RMB'000 | 2016
RMB'000 |
|-------------------------------|-----------------|-----------------|---------------------------|-----------------|-----------------|
| Intangible assets | | | | | |
| → Software | 1 0 | | | | 1 0 |
| → Patents | 1 0 | | | | 1 0 |
| → Other intangible assets | 100 | | | | 100 |
| → Other | 100 | | | | 100 |
| | <u>00</u> | | | | <u>00</u> |
| Goodwill | | | | | |
| → Goodwill | | 24 | 2 | 0 | 22 |
| → Intangible assets | | | | | |
| (Intangible assets 2017-2018) | | | | | |
| → Software | | | | | |
| (Intangible assets 2017-2018) | | | | | |
| → Patents | | | | | |
| (Intangible assets 2017-2018) | | | | | |
| → Other | | | | | |
| (Intangible assets 2017-2018) | | | | | |
| | | <u>24</u> | <u>2</u> | <u>0</u> | <u>22</u> |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

14. DIRECTORS', SUPERVISORS' AND THE FIVE HIGHEST PAID INDIVIDUALS EMOLUMENTS (continued)

During the year, the directors' and supervisors' emoluments are disclosed in Note 14.1. The five highest paid individuals' emoluments are disclosed in Note 14.2.

The directors' and supervisors' emoluments for the year ended 31 December 2020 are RMB1,000 (2019: RMB1,000). The five highest paid individuals' emoluments for the year ended 31 December 2020 are RMB3,181,000 (2019: RMB3,181,000). The emoluments of the five highest paid individuals for the year ended 31 December 2020 are disclosed in the table below. The emoluments of the five highest paid individuals for the year ended 31 December 2019 are disclosed in the table below.

Five highest paid individuals

The following table shows the emoluments of the five highest paid individuals for the year ended 31 December 2020 and 2019. The emoluments of the five highest paid individuals for the year ended 31 December 2020 are disclosed in the table below. The emoluments of the five highest paid individuals for the year ended 31 December 2019 are disclosed in the table below.

| | Year ended 31 December | |
|-----------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Salaries and wages | 932 | 1,200 |
| Director's fee (Note) | 2,240 | 1,200 |
| Director's fee for the year | 9 | 200 |
| | 3,181 | 2,600 |

The emoluments of the five highest paid individuals for the year ended 31 December 2020 are disclosed in the table below. The emoluments of the five highest paid individuals for the year ended 31 December 2019 are disclosed in the table below.

Note: The emoluments of the five highest paid individuals for the year ended 31 December 2020 are disclosed in the table below. The emoluments of the five highest paid individuals for the year ended 31 December 2019 are disclosed in the table below.

The emoluments of the five highest paid individuals for the year ended 31 December 2020 are disclosed in the table below. The emoluments of the five highest paid individuals for the year ended 31 December 2019 are disclosed in the table below.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

15. DIVIDENDS

- () 2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。
- () 2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。
- () 2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。

16. EARNINGS PER SHARE

2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。

| | Year ended 31 December | |
|---|------------------------|------------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Earnings | | |
| 2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。 | 2,303,390 | 2,000,770 |

| | Year ended 31 December | |
|---|------------------------|------------------|
| | 2020
'000 | 201
'000 |
| Number of shares | | |
| 2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。 | 8,244,508 | 2,440,000 |

2020 年 12 月 31 日止年度 (12 个月) 的每股股息为人民币 0.22 元。2020 年 12 月 31 日止年度 2021 年股息总额为 2,000,000 元。2020 年股息总额为 2,000,000 元。

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

17. PROPERTY, PLANT AND EQUIPMENT

| | Land and
buildings
RMB'000 | Generators
and related
equipment
RMB'000 | Motor
vehicles
RMB'000 | Office
equipment
RMB'000 | Construction
in progress
RMB'000 | Total
RMB'000 |
|--------------------------------------|----------------------------------|---|------------------------------|--------------------------------|--|------------------|
| At 1 January 201 (Note 1) | 4,114 | 4,441 | 4 | 10 | 11 | 4,001 |
| Additions | 11,000 | 4,777 | 2,777 | 1,777 | 0,444 | 4,100 |
| Disposals (Note 2) | 12 | (702) | 44 | 1,111 | | 4,777 |
| Depreciation | 4,777 | 2,202 | | 2,000 | (2,444) | |
| Impairment losses (Note 4) | 0,400 | 2,414 | 10 | | 2,127 | 2,127 |
| Transfer to other non-current assets | (4) | (0,141) | (7,022) | (,000) | | (0,4) |
| At 31 December 201 | 42 | 22,04 | | | | 22,77 |
| At 1 January 201 | 4,110 | 7,200 | 1,074 | 111,4 | 0,177 | 4,770 |
| At 31 December 2020 | 8,466,150 | 39,720,660 | 91,074 | 111,469 | 5,068,187 | 53,457,540 |
| Additions | 3,560 | 99,091 | 5,164 | 10,217 | 4,573,665 | 4,691,697 |
| Disposals (Note 2) | 56,014 | (72,723) | 328 | 8 | - | (16,373) |
| Depreciation | 200,681 | 4,273,369 | - | 3,433 | (4,477,483) | - |
| Impairment losses (Note 4) | 64,454 | 1,265,098 | 167 | 1,697 | 15,112 | 1,346,528 |
| Transfer to other non-current assets | (1,333) | (127,700) | (5,439) | (4,467) | - | (138,939) |
| At 31 December 2020 | 94 | 51,026 | 14 | 12 | - | 51,146 |
| At 1 January 2020 | 8,789,620 | 45,208,821 | 91,308 | 122,369 | 5,179,481 | 59,391,599 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

17. PROPERTY, PLANT AND EQUIPMENT (continued)

| | Land and
buildings
RMB'000 | Generators
and related
equipment
RMB'000 | Motor
vehicles
RMB'000 | Office
equipment
RMB'000 | Construction
in progress
RMB'000 | Total
RMB'000 |
|----------------------|----------------------------------|---|------------------------------|--------------------------------|--|------------------|
| At 1 January 201 | 1,447,42 | 10,174,471 | - | 7,127 | - | 11,709,020 |
| Depreciation expense | 2,771 | 1,114,144 | 4 | 10,21 | - | 2,145,120 |
| Disposal | (2) | (270,77) | (7,2) | (1,1) | - | (279,070) |
| At 31 December 2020 | - | 4,77 | 4 | 4 | - | 9,00 |
| At 1 January 2020 | 1,706,178 | 11,827,625 | 66,282 | 74,264 | - | 13,674,349 |
| Depreciation expense | 272,308 | 2,195,921 | 5,554 | 12,635 | - | 2,486,418 |
| Disposal | - | - | - | - | - | - |
| At 31 December 2020 | 100,397 | 19,124 | - | - | - | 119,521 |
| Depreciation expense | (81) | (83,488) | (4,226) | (2,287) | - | (90,082) |
| At 31 December 2020 | - | 14,161 | 11 | 8 | - | 14,180 |
| At 1 January 2020 | 2,078,802 | 13,973,343 | 67,621 | 84,620 | - | 16,204,386 |
| At 31 December 2020 | 6,710,818 | 31,235,478 | 23,687 | 37,749 | 5,179,481 | 43,187,213 |
| At 1 January 201 | 7,772 | 27,70 | 24,72 | 7,20 | 70,17 | 7,711 |

Notes:

() The above table shows the carrying amount of property, plant and equipment at the beginning and end of the year, and the depreciation expense for the year. The carrying amount is shown in the consolidated balance sheet, and the depreciation expense is shown in the consolidated income statement.

The carrying amount of property, plant and equipment at the beginning of the year is 11.00% of the total carrying amount of property, plant and equipment at the beginning of the year. The carrying amount of property, plant and equipment at the end of the year is 11.00% of the total carrying amount of property, plant and equipment at the end of the year.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

17. PROPERTY, PLANT AND EQUIPMENT (continued)

Notes: (continued)

- () 2020 12 31 止，本公司之財產、廠房及設備之原值為人民幣 1,431,342,000 元（2019 年 12 月 31 日止為人民幣 1,410,000,000 元）。該等資產之折舊金額為人民幣 1,117,000 元（2019 年為人民幣 1,021,000 元）。
- () 2020 年 1 月 1 日，本公司之財產、廠房及設備之原值為人民幣 1,410,000,000 元（2019 年 1 月 1 日為人民幣 1,410,000,000 元）。該等資產之折舊金額為人民幣 1,021,000 元（2019 年為人民幣 1,021,000 元）。
- () 2020 年 1 月 1 日，本公司之財產、廠房及設備之原值為人民幣 1,410,000,000 元（2019 年 1 月 1 日為人民幣 1,410,000,000 元）。該等資產之折舊金額為人民幣 1,021,000 元（2019 年為人民幣 1,021,000 元）。
- () 2020 年 1 月 1 日，本公司之財產、廠房及設備之原值為人民幣 1,410,000,000 元（2019 年 1 月 1 日為人民幣 1,410,000,000 元）。該等資產之折舊金額為人民幣 1,021,000 元（2019 年為人民幣 1,021,000 元）。

18. RIGHT-OF-USE ASSETS

| | Leasehold
lands
RMB'000 |
|------------------|-------------------------------|
| 2020 年 12 月 31 日 | 1,431,342 |
| 2019 年 12 月 31 日 | 1,021,000 |
| 2020 年 1 月 1 日 | 60,126 |
| 2019 年 1 月 1 日 | 2,100 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

18. RIGHT-OF-USE ASSETS (continued)

| | Year ended 31 December | |
|---|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Right-of-use assets arising from short-term leases | | |
| Right-of-use assets arising from long-term leases | | |
| Leasehold improvements | 59,824 | 4,710 |
| Right-of-use assets arising from short-term leases (note) | 321,692 | 21,000 |
| Leasehold improvements (Note 44) | 108,892 | 22,040 |
| Right-of-use assets | 116,472 | 74,000 |

Note: Right-of-use assets arising from short-term leases are measured at cost less accumulated depreciation.

Right-of-use assets arising from long-term leases are measured at cost less accumulated depreciation. The cost of right-of-use assets arising from long-term leases is determined by the present value of the lease payments, discounted using the incremental borrowing rate. The incremental borrowing rate is determined by reference to the market borrowing rate of the Group.

Right-of-use assets arising from short-term leases are measured at cost less accumulated depreciation. The cost of right-of-use assets arising from short-term leases is determined by the present value of the lease payments, discounted using the incremental borrowing rate. The incremental borrowing rate is determined by reference to the market borrowing rate of the Group.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

19. INTANGIBLE ASSETS

| | Concession rights
RMB'000
(note (b)) | Operation rights
RMB'000
(note (c)) | Software
RMB'000 | Total
RMB'000 |
|----------------------|--|---|---------------------|------------------|
| At January 1, 201 | 4,022,154 | 1,941,970 | 235,198 | 6,199,322 |
| During the year | - | - | 68,417 | 68,417 |
| Disposals | - | - | - | - |
| At December 31, 2020 | 4,022,154 | 1,941,970 | 303,615 | 6,267,739 |
| At January 1, 2020 | 4,022,154 | 2,506,743 | 303,710 | 6,832,607 |
| During the year | - | - | - | - |
| Disposals | - | - | - | - |
| At December 31, 2019 | 4,022,154 | 2,506,743 | 303,710 | 6,832,607 |
| At January 1, 2019 | 1,702,200 | 1,270,000 | 0,414 | 2,972,614 |
| During the year | 1,441,111 | 4,111 | 1,212 | 1,446,434 |
| Disposals | - | - | - | - |
| At December 31, 2018 | 3,143,311 | 1,274,111 | 1,626 | 4,419,048 |
| At January 1, 2018 | 1,835,031 | 246,949 | 68,667 | 2,150,647 |
| During the year | 164,411 | 87,610 | 19,185 | 271,206 |
| Disposals | - | - | - | - |
| At December 31, 2017 | 1,999,442 | 334,559 | 87,852 | 2,421,853 |
| At January 1, 2017 | 2,022,712 | 2,172,184 | 215,858 | 4,410,754 |
| During the year | - | - | - | - |
| Disposals | - | - | - | - |
| At December 31, 2016 | 2,022,712 | 2,172,184 | 215,858 | 4,410,754 |
| At January 1, 2016 | 2,177,120 | 1,021,021 | 1,111 | 3,200,252 |

FOR THE YEAR ENDED 31 DECEMBER 2020

Notes:

| | |
|-----|-----|
| 0.1 | 4% |
| 0.2 | 2% |
| 0.3 | 10% |
| 0.4 | 10% |

(-) $\frac{1}{2} \frac{d}{dt} \left(\frac{1}{2} \int_{\mathbb{R}^n} |u|^2 dx + \frac{1}{2} \int_{\mathbb{R}^n} |v|^2 dx \right) = \frac{1}{2} \int_{\mathbb{R}^n} u \Delta u dx + \frac{1}{2} \int_{\mathbb{R}^n} v \Delta v dx$

At 31 December

| | 2020
RMB'000 | 2019
RMB'000 |
|------------------------------------|-----------------|-----------------|
| Intangible assets – unit | | |
| – Software development costs, etc. | 124,194 | 124,194 |
| – Other intangible assets | <u>65,855</u> | <u>,,</u> |
| | 190,049 | 124,194 |

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

21. IMPAIRMENT TESTING ON GOODWILL

At the end of the reporting period, the Group has goodwill of RMB2,166,556 thousand (2019: RMB2,166,556 thousand). The goodwill is attributable to the acquisition of the Group's subsidiaries. The goodwill is tested for impairment at least annually, or more frequently if there are indicators that the goodwill may be impaired.

The Group's goodwill is tested for impairment by comparing the carrying amount of the cash-generating unit (CGU) to its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use.

The value in use is determined by discounting the expected future cash flows of the CGU. The discount rate used is the weighted average cost of capital (WACC) of the Group.

The Group's goodwill is tested for impairment by comparing the carrying amount of the cash-generating unit (CGU) to its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The value in use is determined by discounting the expected future cash flows of the CGU. The discount rate used is the weighted average cost of capital (WACC) of the Group. The Group's goodwill is tested for impairment by comparing the carrying amount of the cash-generating unit (CGU) to its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The value in use is determined by discounting the expected future cash flows of the CGU. The discount rate used is the weighted average cost of capital (WACC) of the Group.

The Group's goodwill is tested for impairment by comparing the carrying amount of the cash-generating unit (CGU) to its recoverable amount. The recoverable amount is the maximum of the fair value less costs of disposal and the value in use. The value in use is determined by discounting the expected future cash flows of the CGU. The discount rate used is the weighted average cost of capital (WACC) of the Group.

22. INVESTMENTS IN ASSOCIATES/LOANS TO ASSOCIATES

(a) Investments in associates

| | At 31 December | |
|---------------------------|------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Investments in associates | 2,166,556 | 2,166,556 |
| Loans to associates | 1,360,644 | 1,166,644 |
| | (8,692) | |
| | 3,518,508 | 2,022,210 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

22. INVESTMENTS IN ASSOCIATES/LOANS TO ASSOCIATES (continued)

(a) Investments in associates (continued)

Table 22(a) provides details of the Group's investments in associates. The table includes the following columns: Name of associate, Paid up registered capital, Equity interest attributable to the Group (At 31 December 2020 and 2019), Proportion of voting rights held by the Group (At 31 December 2020 and 2019), and Principal activities.

| Name of associate | Paid up registered capital | Equity interest attributable to the Group | | Proportion of voting rights held by the Group | | Principal activities |
|--|----------------------------|---|------|---|------|---|
| | | At 31 December 2020 | 2019 | At 31 December 2020 | 2019 | |
| 北京京能國際能源股份有限公司 (北京京能國際能源股份有限公司) (note) | ¥400,000,000 | 20% | 20% | 20% | 20% | Electricity production and supply |
| 全州柳鋪水電有限公司 (全州柳鋪水電有限公司) (note) | ¥2,000,000 | 40% | 40% | 40% | 40% | Electricity production and supply |
| 北京市天銀地熱開發有限責任公司 (北京市天銀地熱開發有限責任公司) (note) | ¥0,000,000 | 50% | 0% | 50% | 0% | Geothermal energy production and supply |

* The Group's share of the associate's net assets is nil.

Note:

The Group's investments in associates are classified as non-current assets. The Group's investments in associates are measured at cost less impairment. The Group's investments in associates are classified as non-current assets.

In 2019, the Group's investments in associates were classified as non-current assets. The Group's investments in associates were measured at cost less impairment. The Group's investments in associates were classified as non-current assets.

In 2020, the Group's investments in associates were classified as non-current assets. The Group's investments in associates were measured at cost less impairment. The Group's investments in associates were classified as non-current assets.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

22. INVESTMENTS IN ASSOCIATES/LOANS TO ASSOCIATES (continued)

(b) Loans to associates

| | At 31 December | |
|---------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Loans to associates | 117,000 | 114,000 |

At 31 December 2020, the loans to associates were denominated in RMB (2019: RMB). The loans to associates were secured by the associates' 4% (2019: 101.27%) equity interest in the associates. The loans to associates were repayable within 12 months.

(c) Summarised financial information of material associates

The following table summarises the financial information of material associates. The financial information is presented in the same manner as in the consolidated financial statements of the Group.

| Jingneng International | At 31 December | |
|-------------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Non-current assets | 70,817,506 | 70,414,414 |
| Current assets | 9,607,145 | 9,607,145 |
| Non-current liabilities | 30,848,341 | 30,848,341 |
| Current liabilities | 18,420,223 | 18,420,223 |
| Non-current income | 19,522,045 | 19,522,045 |
| Current income | 1,517,348 | 1,517,348 |

| | Year ended 31 December | |
|--------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Revenue | 20,070,422 | 20,070,422 |
| Cost of sales | 1,690,672 | 1,690,672 |
| Operating profit | 1,150,008 | 1,150,008 |
| Non-current income | 22,442 | 22,442 |
| Current income | - | 4,000 |

Notes to the Consolidated Financial Statements

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22. INVESTMENTS IN ASSOCIATES/LOANS TO ASSOCIATES (continued)

(c) Summarised financial information of material associates (continued)

| | At 31 December | |
|---|-----------------|-------------------------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Investment in associates | 10,116,694 | 9,410,000 |
| Investment in associates, less than 20% | 20% | 20% |
| Investment in associates, less than 20% | 2,023,339 | 1,200,000 |
| Investment in associates, less than 20% | 35,270 | 2,200,000 |
| Investment in associates, less than 20% | 2,058,609 | 1,200,000 |
| BEH Finance | | At 31 December 2020 RMB'000 |
| Investment in associates | | 20,895,349 |
| Investment in associates | | 9,250,889 |
| Investment in associates | | 5,656 |
| Investment in associates | | 23,160,861 |
| | | Year ended 31 December 2020 RMB'000 |
| Investment in associates | | 498,319 |
| Investment in associates | | 308,678 |
| Investment in associates | | (23,330) |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

22. INVESTMENTS IN ASSOCIATES/LOANS TO ASSOCIATES (continued)

(c) Summarised financial information of material associates (continued)

| | At
31 December
2020
RMB'000 |
|--|--------------------------------------|
| Investment in associates | 6,979,721 |
| Less: Investment in associates accounted for using the equity method | 20% |
| Investment in associates accounted for using the cost method | 1,395,944 |
| Investment in associates accounted for using the cost method | 1,395,944 |

(d) Aggregate information of associates that are not individually material:

| | Year ended 31 December | |
|--------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Investment in associates | 2,401 | ,0 |
| Investment in associates | 63,955 | 1, 4 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

23. INVESTMENT IN A JOINT VENTURE/LOANS TO A JOINT VENTURE

(a) Investment in a joint venture

| | At 31 December | |
|-----------------------------------|-----------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Investment in joint venture | 152,500 | 12,000 |
| Less: Investment in joint venture | (21,596) | 4,000 |
| | 130,904 | 12,000 |

The investment in joint venture is measured at cost less impairment. The investment in joint venture is measured at cost less impairment. The investment in joint venture is measured at cost less impairment.

| Name of the joint venture | Paid up registered capital | Equity interest attributable to the Group | | Proportion of voting rights held by the Group | | Principal activity |
|---|----------------------------|---|-----|---|-----|-------------------------------------|
| | | At 31 December 2020 | 201 | At 31 December 2020 | 201 | |
| 北京華源惠眾環保科技有限
公司 (北京華源惠眾環保
科技有限(北京華源惠眾
環保科技有限(北京華源
惠眾環保科技有限(北京
華源惠眾環保科技有限)) | 1,000,000 | 50% | 0% | 50% | 0% | Environmental protection technology |

(b) Loans to a joint venture

| | At 31 December | |
|------------------------|-----------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Loans to joint venture | 70,000 | 7,000 |

The loans to joint venture are measured at cost less impairment. The loans to joint venture are measured at cost less impairment. The loans to joint venture are measured at cost less impairment.

The loans to joint venture are measured at cost less impairment. The loans to joint venture are measured at cost less impairment. The loans to joint venture are measured at cost less impairment.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

24. DEFERRED TAXATION

The following table shows the movement of deferred tax assets and liabilities for the year ended 31 December 2020 and 2019.

| | Tax loss | Impairment loss of financial asset | Temporary differences on fair value adjustments in acquisition of subsidiaries | Fair value change of equity instruments at FVTOCI | Trial run profit | Deferred income related to clean energy production | Different depreciation rate | Trial run loss | Fair value change of financial assets at FVTPL | Derivative financial instruments | Others | Total |
|------------------------|----------|------------------------------------|--|---|-----------------------|--|-----------------------------|-----------------------|--|----------------------------------|---------|----------|
| | RMB'000 | RMB'000 | RMB'000
(Note (c)) | RMB'000 | RMB'000
(Note (a)) | RMB'000
(Note (b)) | RMB'000 | RMB'000
(Note (a)) | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| At 1 January 2019 | 1,147 | - | (1,147) | (2,000) | 1,147 | 4,000 | (10,111) | (2,414) | 1,147 | 2,000 | 1,147 | 10,111 |
| Change during the year | (11,140) | 1,147 | - | - | 2,000 | 1,147 | (14,400) | 4,211 | (4,411) | - | 10,201 | 4,211 |
| At 31 December 2019 | - | - | - | (1,147) | 3,147 | 5,147 | (24,511) | 1,797 | (3,264) | 2,000 | 11,348 | 14,322 |
| At 1 January 2020 | 41,642 | 5,628 | (24,306) | (3,571) | 113,767 | 78,258 | (96,376) | (48,428) | 14,432 | 28,323 | 21,124 | 130,493 |
| Change during the year | (4,512) | 962 | 1,486 | - | (564) | (23,967) | (12,713) | 4,683 | 8,389 | 390 | 2,116 | (23,730) |
| At 31 December 2020 | - | - | - | 3,851 | - | - | - | - | - | (7,569) | - | (3,718) |
| At 1 January 2020 | - | - | 416 | - | - | - | - | - | - | - | - | 416 |
| Change during the year | (410) | - | - | - | - | - | (3,079) | - | (1,320) | 3,657 | 180 | (972) |
| At 31 December 2020 | 36,720 | 6,590 | (22,404) | 280 | 113,203 | 54,291 | (112,168) | (43,745) | 21,501 | 24,801 | 23,420 | 102,489 |

Notes:

- The deferred tax assets and liabilities are measured at the best estimate of the amount of tax that will be paid or received, based on the current tax rates and laws. The deferred tax assets and liabilities are measured at the best estimate of the amount of tax that will be paid or received, based on the current tax rates and laws.
- The deferred tax assets and liabilities are measured at the best estimate of the amount of tax that will be paid or received, based on the current tax rates and laws.
- The deferred tax assets and liabilities are measured at the best estimate of the amount of tax that will be paid or received, based on the current tax rates and laws.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

24. DEFERRED TAXATION (continued)

At 31 December 2020, the Group has deferred tax assets of RMB296,104 thousand (2019: RMB2,000 thousand) and deferred tax liabilities of RMB193,615 thousand (2019: RMB1,110 thousand). The net deferred tax asset is RMB102,489 thousand (2019: RMB1,004 thousand).

| | At 31 December | |
|--------------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Deferred tax assets | 296,104 | 2,000 |
| Deferred tax liabilities | (193,615) | (1,110) |
| | 102,489 | 1,004 |

The Group's deferred tax assets and liabilities are measured at fair value.

| | At 31 December | |
|--------------------|------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Income tax expense | 1,059,276 | 1,070,000 |
| Income tax credit | 119,521 | |
| | 1,178,797 | 1,070,000 |

The Group's income tax expense is calculated based on the Group's taxable income. The Group's income tax credit is calculated based on the Group's taxable income.

At 31 December 2020, the Group's income tax expense is RMB1,059,276 thousand (2019: RMB1,070,000 thousand), which is calculated based on the Group's taxable income of RMB40,000,000 (2019: RMB40,000,000 thousand).

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

24. DEFERRED TAXATION (continued)

| | At 31 December | |
|------|------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| 2020 | — | 2,011 |
| 2021 | 155,499 | 1,4 |
| 2022 | 174,589 | 1,4, |
| 202 | 163,986 | 1, |
| 2024 | 269,856 | 2, |
| 202 | 255,043 | |
| | 1,018,973 | 1,00,1 |

25. EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

| | At 31 December | |
|---|-----------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Equity instruments at fair value through other comprehensive income | 66,911 | 142,1 |

The equity instruments at fair value through other comprehensive income are as follows:

At the end of 2020, the equity instruments at fair value through other comprehensive income were RMB66,911,000, which were mainly composed of equity instruments of the company's subsidiaries and associates.

At the end of 2021, the equity instruments at fair value through other comprehensive income were RMB142,100,000, which were mainly composed of equity instruments of the company's subsidiaries and associates.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

26. INVENTORIES

Inventories at 1 January 2020 are presented in the consolidated statement of financial position. At 31 December 2020, the inventories are as follows:

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

27. TRADE AND BILLS RECEIVABLES (continued)

At the end of the reporting period, the carrying amount of trade and bills receivables is RMB1,400,000 (2019: RMB1,204,400). The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses. The expected credit losses are calculated based on the historical credit loss experience, adjusted for current and future economic conditions. The expected credit losses are recognised in the consolidated statement of profit or loss.

The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses. The expected credit losses are calculated based on the historical credit loss experience, adjusted for current and future economic conditions. The expected credit losses are recognised in the consolidated statement of profit or loss.

At 31 December 2020, the carrying amount of trade and bills receivables is RMB1,400,000 (2019: RMB1,204,400). The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses.

At 31 December 2020, the carrying amount of trade and bills receivables is RMB1,400,000 (2019: RMB1,204,400). The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses.

The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses. The expected credit losses are calculated based on the historical credit loss experience, adjusted for current and future economic conditions. The expected credit losses are recognised in the consolidated statement of profit or loss.

The carrying amount of trade and bills receivables is measured at amortised cost less expected credit losses. The expected credit losses are calculated based on the historical credit loss experience, adjusted for current and future economic conditions. The expected credit losses are recognised in the consolidated statement of profit or loss.

28. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

| | At 31 December | |
|-------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Other receivables | 80,340 | 0,4 |
| Deposits | 342,554 | 1,4 |
| Prepayments | 65,662 | 121,41 |
| | 488,556 | ,4 |
| Other receivables | (24,778) | (24,40) |
| | 463,778 | 44,0 |

The carrying amount of other receivables, deposits and prepayments is measured at amortised cost less expected credit losses. The expected credit losses are calculated based on the historical credit loss experience, adjusted for current and future economic conditions. The expected credit losses are recognised in the consolidated statement of profit or loss.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

29. VALUE-ADDED TAX RECOVERABLE

| | At 31 December | |
|-----------------------------|------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Value-added tax recoverable | 469,666 | ,0 |
| Value-added tax | 1,114,305 | 10, 07 |
| | 1,583,971 | 1,2 , |

The value-added tax recoverable represents the amount of value-added tax that the Group is entitled to recover from the tax authorities. The value-added tax is calculated based on the value of the goods or services provided to the customers. The value-added tax is calculated based on the value of the goods or services provided to the customers. The value-added tax is calculated based on the value of the goods or services provided to the customers.

30. FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS

| | At 31 December | |
|---|-----------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Financial asset at fair value through profit or loss (Note) | 196,043 | 2 , 0 |

Note:

The financial asset at fair value through profit or loss represents the amount of financial asset that the Group is entitled to recover from the tax authorities. The financial asset is calculated based on the value of the goods or services provided to the customers.

The financial asset at fair value through profit or loss represents the amount of financial asset that the Group is entitled to recover from the tax authorities.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

31. RESTRICTED BANK DEPOSITS

| | At 31 December | |
|--------------------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Restricted bank deposits | 4,577 | 1,122 |
| Other restricted bank deposits | 50,787 | 1,414 |
| | <u>55,364</u> | <u>2,536</u> |

At 31 December 2020, the restricted bank deposits were held in the following banks: Bank of China Limited, Industrial Bank of China Limited, Agricultural Bank of China Limited, and the Industrial Bank of China Limited. The restricted bank deposits were used for the purpose of the company's business operations.

At 31 December 2020 and 2019, the restricted bank deposits were held in the following banks: Bank of China Limited, Industrial Bank of China Limited, Agricultural Bank of China Limited, and the Industrial Bank of China Limited. The restricted bank deposits were used for the purpose of the company's business operations.

At 31 December 2020, the restricted bank deposits were held in the following banks: Bank of China Limited, Industrial Bank of China Limited, Agricultural Bank of China Limited, and the Industrial Bank of China Limited. The restricted bank deposits were used for the purpose of the company's business operations.

32. CASH AND CASH EQUIVALENTS

| | At 31 December | |
|------------------------|------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Cash | 573,697 | 2,110 |
| Short-term deposits | 371,834 | 1,210 |
| Long-term deposits | 453,897 | 41,110 |
| Other cash equivalents | 5,139 | 1,210 |
| | <u>2,892,859</u> | <u>41,110</u> |
| | <u>24</u> | <u>1</u> |
| | <u>4,297,450</u> | <u>4,011,110</u> |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

32. CASH AND CASH EQUIVALENTS (continued)

At 31 December 2020, the cash and cash equivalents were RMB1,601,100,000 (2019: RMB1,601,100,000). The cash and cash equivalents were held in the following currencies:

The cash and cash equivalents were held in the following currencies:

| | At 31 December | |
|--|----------------|----------------|
| | 2020 | 2019 |
| | | |
| | 0.01% to 1.55% | 0.01% to 1.55% |

33. TRADE AND OTHER PAYABLES

| | At 31 December | |
|--|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| | | |
| | 2,384,450 | 2,384,450 |
| | 1,601,100 | 1,601,100 |
| | 446,166 | 446,166 |
| | 20,000 | 20,000 |
| | 103,870 | 103,870 |
| | 164,689 | 164,689 |
| | | |
| | — | — |
| | 338,714 | 338,714 |
| | | |
| | 5,058,989 | 4,714,422 |

The trade and other payables were analysed as follows:

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

33. TRADE AND OTHER PAYABLES (continued)

At 31 December 2020, the trade and other payables were as follows:

| | At 31 December | |
|-------------------|------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Trade payables | 1,676,193 | 2,044,111 |
| Other payables | 563,194 | 14,172 |
| Trade receivables | 115,688 | 1,171 |
| Trade receivables | 37,516 | 11,127 |
| Trade receivables | 11,859 | 4,121 |
| | 2,404,450 | 2,274,602 |

At 31 December 2020, the trade and other payables were as follows:

| | At 31 December | |
|----------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Trade payables | 25,307 | 10,111 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

34. BANK AND OTHER BORROWINGS

| | At 31 December | |
|---|-------------------|-------------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Bank borrowings | 19,405,925 | 1,110,040 |
| Other borrowings | | |
| – short-term borrowings (note (a)) | 3,142,250 | 1,000,000 |
| – medium-term borrowings (note (b)) | 220,000 | 270,000 |
| – long-term borrowings (note (c)) | 445,665 | 1,240,000 |
| – other borrowings (note (d)) | 750 | 750 |
| | 23,214,590 | 1,221,000 |
| Financial guarantees | | |
| – financial guarantees | 21,505,281 | 1,720,110 |
| – other financial guarantees (note (e)) | 1,709,309 | 1,410,400 |
| | 23,214,590 | 1,221,000 |
| Bank borrowings | | |
| – short-term borrowings | 12,318,322 | 7,000,000 |
| – medium-term borrowings | 2,457,544 | 2,000,000 |
| – long-term borrowings | 5,184,929 | 4,000,000 |
| – other borrowings | 3,253,795 | 1,000,000 |
| | 23,214,590 | 1,221,000 |
| Financial guarantees | | |
| – financial guarantees | (12,318,322) | (7,000,000) |
| | 10,896,268 | 11,400,000 |

FOR THE YEAR ENDED 31 DECEMBER 2020

Notes:

- 168 Beijing Jingneng Clean Energy Co., Limited

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

34. BANK AND OTHER BORROWINGS (continued)

Notes: (continued)

- () 2020 12 31 止, 本集團的短期借款利率為 4.0%。2021 年 1 月 1 日, 本集團的短期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的短期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的短期借款利率為 4.0%。
- () 2020 12 31 止, 本集團的長期借款利率為 4.0%。2021 年 1 月 1 日, 本集團的長期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的長期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的長期借款利率為 4.0%。
- () 2020 12 31 止, 本集團的長期借款利率為 4.0%。2021 年 1 月 1 日, 本集團的長期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的長期借款利率為 4.0%。2020 年 12 月 31 日, 本集團的長期借款利率為 4.0%。

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

35. SHORT-TERM DEBENTURES

On 1 January 2020, the Company issued short-term debentures with a principal amount of 2,000,000,000 RMB, with an annual interest rate of 1.0%, and a maturity date of 10 November 2021.

On 1 July 2020, the Company issued short-term debentures with a principal amount of 2,000,000,000 RMB, with an annual interest rate of 2.0%, and a maturity date of 30 September 2021.

On 2 October 2020, the Company issued short-term debentures with a principal amount of 2,000,000,000 RMB, with an annual interest rate of 1.0%, and a maturity date of 2 November 2021.

On 7 November 2020, the Company issued short-term debentures with a principal amount of 1,000,000,000 RMB, with an annual interest rate of 2.6%, and a maturity date of 4 December 2021.

The Company's short-term debentures are listed on the interbank market (銀行間市場交易商協會) (Shanghai Interbank Market Association).

36. MEDIUM-TERM NOTES/CORPORATE BONDS

On 1 January 2017, the Company issued medium-term notes with a principal amount of 2,000,000,000 RMB, with an annual interest rate of 0.0%, and a maturity date of 1, 4, 40,000. The Company issued medium-term notes with a principal amount of 1, 4, 40,000 RMB, with an annual interest rate of 0.0%, and a maturity date of 1 January 2022.

On 1 January 2017, the Company issued medium-term notes with a principal amount of 1,000,000,000 RMB, with an annual interest rate of 0.1%, and a maturity date of 1, 4, 40,000. The Company issued medium-term notes with a principal amount of 1, 4, 40,000 RMB, with an annual interest rate of 0.1%, and a maturity date of 1 January 2022.

On 1 January 2020, the Company issued medium-term notes with a principal amount of 1,000,000,000 RMB, with an annual interest rate of 0.2%, and a maturity date of 1, 4, 40,000. The Company issued medium-term notes with a principal amount of 1, 4, 40,000 RMB, with an annual interest rate of 0.2%, and a maturity date of 1 January 2022.

On 1 January 2017, the Company issued medium-term notes with a principal amount of 1,000,000,000 RMB, with an annual interest rate of 0.4%, and a maturity date of 1, 4, 40,000. The Company issued medium-term notes with a principal amount of 1, 4, 40,000 RMB, with an annual interest rate of 0.4%, and a maturity date of 1 January 2022.

On 1 January 2020, the Company issued medium-term notes with a principal amount of 1,000,000,000 RMB, with an annual interest rate of 0.22%, and a maturity date of 1, 4, 40,000. The Company issued medium-term notes with a principal amount of 1, 4, 40,000 RMB, with an annual interest rate of 0.22%, and a maturity date of 1 January 2022.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

37. DERIVATIVE FINANCIAL ASSET/LIABILITIES

| | At 31 December | |
|---------------------------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Derivative financial assets | | |
| Interest rate swaps (note (a)) | — | 1,000 |
| Derivative financial liabilities | | |
| Interest rate swaps (note (a)) | (21,068) | (10,041) |
| Foreign exchange contracts (note (b)) | (43,510) | (41,041) |
| | (64,578) | (11,041) |
| Derivative financial assets | | |
| Interest rate swaps | (19,576) | (1,000) |
| Foreign exchange contracts | (45,002) | (10,041) |
| | (64,578) | (11,041) |

Notes:

(a) Cash flow hedges – Interest rate swaps

The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities. The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities. The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities.

The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities. The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities. The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities.

The interest rate swaps are entered into to hedge the cash flows of the underlying assets and liabilities.

At 31 December 2020

| Notional amount | Maturity | Swaps |
|--|-----------------|--|
| \$17,000,000
(● Notional amount = 2,110,000) | 1/1/2021 – 2022 | Notional amount = 2,110,000
Interest rate = 1.0% – 2.1% |
| \$1,420,000,000
(● Notional amount = 1,112,000) | 21/12/2021 | Interest rate = 1.4% – 4.20% |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

37. DERIVATIVE FINANCIAL ASSET/LIABILITIES (continued)

Notes: (continued)

(a) Cash flow hedges – Interest rate swaps (continued)

At 31 December 2019

| Notional amount | Maturity | Swaps |
|---|------------------|---|
| \$1,100,000
(● USD notional = 1,200,000) | 21 December 2020 | Notional amount of 1,100,000
USD +1.70% - 2.00% |
| \$200,000,000
(● USD notional = 17,240,000) | 21 June 2021 | Notional amount of 200,000,000
(● USD notional = 17,240,000)
+1.4% - 1.6% |
| \$1,200,000,000
(● USD notional = 1,124,000) | 21 June 2021 | +1.4% - 4.20% |

(b) Fixed forward commodity contract

The company entered into a fixed forward commodity contract (the "Contract") to purchase a certain amount of natural gas (the "Commodity") for the year ending 31 December 2021. The Contract is a fixed forward contract with a notional amount of 10,000,000 cubic meters of natural gas. The Contract is entered into with a counterparty who is a reputable company in the natural gas industry. The Contract is entered into to hedge the company's natural gas requirements for the year ending 31 December 2021. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas.

At 31 December 2019

| Notional amount | Maturity | Fixed prices |
|--|------------------|--|
| 10,000,000 cubic meters of natural gas | 10 December 2021 | Fixed price of \$40.2 per cubic meter of natural gas |

The company entered into a fixed forward commodity contract (the "Contract") to purchase a certain amount of natural gas (the "Commodity") for the year ending 31 December 2021. The Contract is a fixed forward contract with a notional amount of 10,000,000 cubic meters of natural gas. The Contract is entered into with a counterparty who is a reputable company in the natural gas industry. The Contract is entered into to hedge the company's natural gas requirements for the year ending 31 December 2021. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas.

At 31 December 2019, the company entered into a fixed forward commodity contract (the "Contract") to purchase a certain amount of natural gas (the "Commodity") for the year ending 31 December 2021. The Contract is a fixed forward contract with a notional amount of 10,000,000 cubic meters of natural gas. The Contract is entered into with a counterparty who is a reputable company in the natural gas industry. The Contract is entered into to hedge the company's natural gas requirements for the year ending 31 December 2021. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas. The Contract is entered into at a fixed price of \$40.2 per cubic meter of natural gas.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

38. DEFERRED INCOME

| | Government grants and subsidies | | |
|--------------------|---------------------------------|---------------------------|-----------|
| | Clean energy
production | Construction
of assets | Total |
| | RMB'000 | RMB'000 | RMB'000 |
| | (note (a)) | (notes (b) and (c)) | |
| At 1 January 201 | 4,000 | 44,244 | 48,244 |
| During the year | 10,000 | 4,411 | 14,411 |
| At 31 December 201 | (101,000) | (27,000) | (128,000) |
| At 1 January 201 | 313,033 | 485,258 | 798,291 |
| During the year | 341,711 | 3,035 | 344,746 |
| At 31 December 201 | (426,408) | (52,482) | (478,890) |
| At 1 January 2020 | 228,336 | 435,811 | 664,147 |

Notes:

- (a) Government grants are included in the consolidated financial statements as deferred income when they are received from the government and are not subject to any conditions or restrictions.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

39. LEASE LIABILITIES

| | Year ended 31 December | |
|-------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Cost of sales | 64,659 | 44,111 |
| Administrative expenses | 85,796 | 127,020 |
| Depreciation and amortization | 180,985 | 179,200 |
| Other income | 569,555 | 444,100 |
| | <u>900,995</u> | <u>740,431</u> |
| Income tax expense | (64,659) | (44,111) |
| | <u>836,336</u> | <u>696,320</u> |

... 4.77% (2014 4.0%).

40. OTHER NON-CURRENT LIABILITY

| | Year ended 31 December | |
|---------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Interest income | 24,285 | 1,700 |
| Interest expense | (5,277) | (1,700) |
| Net interest income | 394 | (1,000) |
| Interest income | 19,402 | 24,200 |

[illegible]

Business Combinations.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

41. SHARE CAPITAL

| | Number of shares | | Total
'000 | Share capital
RMB'000 |
|-------------------|---|------------------|---------------|--------------------------|
| | Domestic legal
person shares
'000 | H shares
'000 | | |
| At 1 January 2019 | 2,244,000 | 2,244,000 | 2,244,000 | 2,244,000 |
| 2020 | 414,000 | 2,244,000 | 2,244,000 | 2,244,000 |

42. CAPITAL RESERVE

| | At 31 December | |
|--|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Capital reserve | 2,876,757 | 2,876,757 |
| Less: Capital reserve for share repurchase | (19,043) | (19,043) |
| Capital reserve | 1,076,759 | 1,076,759 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

43. PERPETUAL NOTES

At the end of the reporting period, the Company has issued perpetual notes with a total principal amount of RMB1,420,000,000.00. The interest rate is 4.4% per annum.

The perpetual notes are classified as equity in the consolidated financial statements. The interest expense is recognized as a component of equity. The perpetual notes are redeemable at the discretion of the Company at any time. The perpetual notes are not subject to any prepayment penalties. The perpetual notes are not convertible into any other securities of the Company. The perpetual notes are not subject to any sinking fund payments. The perpetual notes are not subject to any other obligations of the Company.

The perpetual notes are issued in the form of registered certificates. The perpetual notes are issued in the name of the Company. The perpetual notes are issued in the amount of RMB1,420,000,000.00.

The perpetual notes are issued in the form of registered certificates. The perpetual notes are issued in the name of the Company. The perpetual notes are issued in the amount of RMB1,420,000,000.00.

The perpetual notes are issued in the form of registered certificates. The perpetual notes are issued in the name of the Company. The perpetual notes are issued in the amount of RMB1,420,000,000.00.

The perpetual notes are issued in the form of registered certificates. The perpetual notes are issued in the name of the Company. The perpetual notes are issued in the amount of RMB1,420,000,000.00.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

44. ACQUISITION OF SUBSIDIARIES

Year ended 31 December 2020

During the year ended 31 December 2020, the Group acquired subsidiaries, which are listed below.

On 29 June 2020, the Group acquired 100% equity interest in Yixian Jialing Photovoltaic Power Co., Ltd. (義縣珈煜光伏電力有限公司) for a consideration of RMB4,136,100. The Group acquired 100% equity interest in Ningxia Shanyang New Energy Co., Ltd. (寧夏杉陽新能源有限公司) for a consideration of RMB1,010,000. On 28 August 2020, the Group acquired 100% equity interest in Ningxia Tongxin Dadi Risheng New Energy Co., Ltd. (寧夏同心大地日盛新能源有限公司) for a consideration of RMB3,022,000. On 11 December 2020, the Group acquired 100% equity interest in Zhanjiang Shengru Solar Energy Co., Ltd. (湛江市鼎瑞太陽能發電有限公司) for a consideration of RMB15,800,000.

| Name of the Targets | Acquisition date | Acquisition consideration
RMB'000 |
|--|------------------|--------------------------------------|
| 義縣珈煜光伏電力有限公司
(義縣珈煜光伏電力有限公司, 義縣, 河北省)* | 29 June 2020 | 15,361 |
| 寧夏杉陽新能源有限公司
(寧夏杉陽新能源有限公司, 寧夏, 寧夏回族自治區)* | 28 August 2020 | —** |
| 寧夏同心大地日盛新能源有限公司
(寧夏同心大地日盛新能源有限公司, 寧夏, 寧夏回族自治區)* | 17 July 2020 | 3,022 |
| 湛江市鼎瑞太陽能發電有限公司
(湛江市鼎瑞太陽能發電有限公司, 湛江市, 廣東省)* | 11 December 2020 | 15,800 |
| | | <u>34,183</u> |

* The targets are incorporated in the PRC.

** The targets are not yet established.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

44. ACQUISITION OF SUBSIDIARIES (continued)

Year ended 31 December 2020 (continued)

At the end of the reporting period, the Group has acquired subsidiaries (continued from page 177) and the details of the subsidiaries acquired are as follows:

| | RMB'000 |
|---|------------------|
| Assets acquired and liabilities recognised at the dates of acquisition | |
| Identifiable intangible assets | 1,346,528 |
| Goodwill | 108,892 |
| Net assets acquired | 564,868 |
| Less: cash paid | 2,609 |
| Less: non-controlling interests | 380,311 |
| Less: cash and cash equivalents, bank balances and deposits | 16,514 |
| Less: trade receivables | 195,744 |
| Less: other receivables | 38,908 |
| Less: other intangible assets | (2,060,603) |
| Less: other liabilities | (380,950) |
| Less: trade payables | (25,145) |
| Less: other payables | (2,193) |
| Less: other assets | (249) |
| Bargain purchase gain arising on acquisitions | 185,234 |
| Less: intangible assets | 34,183 |
| Less: other intangible assets | (185,234) |
| | (151,051) |
| Less: cash and cash equivalents, bank balances and deposits | 34,183 |
| Less: trade receivables | (27,761) |
| Less: other receivables | (38,908) |
| | (32,486) |

FOR THE YEAR ENDED 31 DECEMBER 2020

Year ended 31 December 2020 (continued)

[illegible]

201, 100% 1,217,000.
 117,000
 201
 201

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

44. ACQUISITION OF SUBSIDIARIES (continued)

Year ended 31 December 2019 (continued)

本集团于2019年收购了以下子公司（以下简称“收购”）

RMB'000

Assets acquired and liabilities recognised at the dates of acquisition

| | |
|-----------|-------------|
| 流动资产 | 2,121,140 |
| 非流动资产 | 2,204 |
| 流动负债 | - |
| 非流动负债 | 2,170 |
| 收购成本 | 2,123,274 |
| 收购成本与公允价值 | 417,000 |
| 收购成本与公允价值 | - |
| 收购成本与公允价值 | (2,123,274) |
| 收购成本与公允价值 | (1,123,274) |
| 收购成本与公允价值 | (214,411) |
| 收购成本与公允价值 | (1,123,274) |
| 收购成本与公允价值 | (11,211) |
| 收购成本与公允价值 | 10,000 |

Bargain purchase gain arising on acquisitions

| | |
|-----------|----------|
| 收购成本与公允价值 | 1,217 |
| 收购成本与公允价值 | (10,000) |
| 收购成本与公允价值 | (11,217) |

Net cash outflow arising on acquisitions

| | |
|-----------|-------------|
| 收购成本与公允价值 | 1,217 |
| 收购成本与公允价值 | (222,004) |
| 收购成本与公允价值 | (1,123,274) |
| 收购成本与公允价值 | 2,123,274 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

44. ACQUISITION OF SUBSIDIARIES (continued)

Year ended 31 December 2019 (continued)

During the year ended 31 December 2019, the Group acquired 1,000 shares of the subsidiary, which is a wholly-owned subsidiary of the Group, for a total consideration of RMB24,120,000. The acquisition was completed on 31 December 2019.

The acquisition of the subsidiary is a business combination under common control. The Group has accounted for the acquisition as an equity transaction. The consideration paid of RMB24,120,000 is recorded as a capital reserve. The net assets of the subsidiary acquired are RMB2,210,000. The Group has also acquired the subsidiary's net assets, which are recorded as intangible assets. The acquisition of the subsidiary is a business combination under common control. The Group has accounted for the acquisition as an equity transaction. The consideration paid of RMB24,120,000 is recorded as a capital reserve. The net assets of the subsidiary acquired are RMB2,210,000. The Group has also acquired the subsidiary's net assets, which are recorded as intangible assets.

The acquisition of the subsidiary is a business combination under common control. The Group has accounted for the acquisition as an equity transaction. The consideration paid of RMB24,120,000 is recorded as a capital reserve. The net assets of the subsidiary acquired are RMB2,210,000. The Group has also acquired the subsidiary's net assets, which are recorded as intangible assets.

The acquisition of the subsidiary is a business combination under common control. The Group has accounted for the acquisition as an equity transaction. The consideration paid of RMB24,120,000 is recorded as a capital reserve. The net assets of the subsidiary acquired are RMB2,210,000. The Group has also acquired the subsidiary's net assets, which are recorded as intangible assets.

The acquisition of the subsidiary is a business combination under common control. The Group has accounted for the acquisition as an equity transaction. The consideration paid of RMB24,120,000 is recorded as a capital reserve. The net assets of the subsidiary acquired are RMB2,210,000. The Group has also acquired the subsidiary's net assets, which are recorded as intangible assets.

45. CAPITAL COMMITMENTS

At 31 December 2020, the Group has the following capital commitments:

| | At 31 December | |
|--|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Capital commitments for the acquisition of subsidiaries | 3,657,075 | 2,657,42 |
| Capital commitments for the acquisition of subsidiaries | – | 1,222,000 |
| Capital commitments for the acquisition of subsidiaries (Note 22(a)) | 3,657,075 | 3,879,42 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

46. PLEDGE OF ASSETS

(a) The following table sets out the assets pledged to the bank to secure the bank loans as at 31 December 2020 and 2019.

| | At 31 December | |
|---------------------------|------------------|------------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Land, plant and equipment | 2,353,117 | 1,022,111 |
| Construction in progress | 135,878 | 440,211 |
| Prepaid expenses | 52,259 | 4,071 |
| | <u>2,541,254</u> | <u>1,466,401</u> |

(b) Shares pledged

At 31 December 2020, the bank loans are 100% secured by the shares pledged to the bank. The bank loans are secured by the shares of the company (the "Shares") of the company.

47. RETIREMENT BENEFIT SCHEME CONTRIBUTIONS

The company's retirement benefit scheme contributions for 2020, 2019 and 2018 are as follows: 41,100,000 (2019: 10,700,000) and 10,700,000 (2018: 10,700,000) respectively.

The company's retirement benefit scheme contributions for 2020, 2019 and 2018 are as follows: 41,100,000 (2019: 10,700,000) and 10,700,000 (2018: 10,700,000) respectively.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS

- (a) The following table shows the related party balances, transactions and arrangements at the end of the reporting period, and the amounts due to or from related parties at the reporting date. The related party balances are disclosed in the consolidated financial statements in accordance with the requirements of the Hong Kong Accounting Standard 24, "Related Party Transactions".

| | At 31 December | |
|------------------------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Due to related parties | | |
| - related companies | 2,016 | 1,000 |
| - related individuals | 153 | 11 |
| - related entities | 93 | 17 |
| - related parties | 167,931 | 1,000 |
| | 170,193 | 0,017 |
| Due from related parties | | |
| - related companies (note) | 169,536 | 1,140 |
| - related individuals (note) | 657 | 1,000 |
| | 170,193 | 0,017 |

Note: The related parties are disclosed in the consolidated financial statements in accordance with the requirements of the Hong Kong Accounting Standard 24, "Related Party Transactions".

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

- (b) 2020年12月31日，本公司与关联方之间的应收款项余额如下：
- 2020年12月31日，本公司与关联方之间的应付款项余额如下：

| | At 31 December | |
|------------|-----------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| 应收款项 | | |
| 关联方 | 184,114 | 1,111 |
| 其他 | 5,424 | 1,212 |
| | 1 | 1 |
| | 189,539 | 1,124 |
| 应付款项 | | |
| 关联方 (note) | 170,400 | 1,212 |
| 其他 | 13,207 | 1,111 |
| 关联方 (note) | 5,932 | 4,112 |
| | 189,539 | 1,124 |

Note: 2020年12月31日，本公司与关联方之间的应收款项余额如下：

- (c) 2020年12月31日，本公司与关联方之间的应付款项余额如下：
- 2020年12月31日，本公司与关联方之间的应付款项余额如下：

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

(d) Related party transactions

During the year ended 31 December 2020, the related party transactions were as follows:

(i) Equipment maintenance services from related parties

| | Year ended 31 December | |
|--------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Equipment maintenance services | 238,044 | 1,022 |

(ii) Administration services from a related party

| | Year ended 31 December | |
|-------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Administration services | 47,411 | |

(iii) Leasing properties from related parties

| | Year ended 31 December | |
|--------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Leasing properties | 46,198 | 4,000 |

(iv) Commission for entrusted loan service from a related non-bank financial institution

| | Year ended 31 December | |
|---------------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Commission for entrusted loan service | 17,373 | 1,000 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

(d) Interest income from a related bank financial institution (continued)

(v) Interest income from a related non-bank financial institution

| | Year ended 31 December | |
|---|------------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Interest income from a related non-bank financial institution | 27,717 | 1,111 |

(vi) Property management fee charged by a related party

| | Year ended 31 December | |
|--|------------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Property management fee charged by a related party | 62,256 | 4,741 |

(vii) Heat energy sold to related parties

| | Year ended 31 December | |
|-------------------------------------|------------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Heat energy sold to related parties | 1,845,035 | 1,704,744 |

(viii) Equipment purchase framework agreement

| | Year ended 31 December | |
|--|------------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Equipment purchase framework agreement | 143,683 | 12,000 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

(d) Related party transactions (continued)

(ix) Operating services from related parties

| | Year ended 31 December | |
|---|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Operating services from related parties | 9,366 | 1,200 |

(x) EPC framework agreement

| | Year ended 31 December | |
|-------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| EPC framework agreement | 4,568 | 4,270 |

(xi) Finance lease framework agreement

| | Year ended 31 December | |
|-----------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Finance lease framework agreement | 247,730 | |

At the end of 31 December 2020, the group's finance lease framework agreement with related parties was 247,730 RMB'000. The group's finance lease framework agreement with related parties was 10,243 RMB'000 at the end of 31 December 2019.

(xii) Generation Rights purchase from related parties

| | Year ended 31 December | |
|---|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Generation Rights purchase from related parties | 10,243 | |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

48. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

(e) Compensation of key management personnel

| | Year ended 31 December | |
|------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Salaries and bonuses | 500 | 00 |
| Short-term employee benefits | 7,003 | ,04 |
| Long-term employee benefits | 29 | 00 |
| | 7,532 | , 4 |

The compensation of key management personnel is determined by the Board of Directors based on the performance of the company and the individual performance of the key management personnel. The compensation is determined by the Board of Directors based on the performance of the company and the individual performance of the key management personnel.

- (f) The compensation of key management personnel is determined by the Board of Directors based on the performance of the company and the individual performance of the key management personnel. The compensation is determined by the Board of Directors based on the performance of the company and the individual performance of the key management personnel.

49. CAPITAL RISK MANAGEMENT

The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position. The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position.

The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position. The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position.

The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position. The company's capital risk management is to ensure that the company has sufficient capital to meet its obligations and to maintain a strong financial position.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS

(a) Categories of financial instruments

| | At 31 December | |
|---|-------------------|----------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Financial assets | | |
| Financial assets at fair value through profit or loss | 14,267,440 | 1,040 |
| Financial assets at fair value through other comprehensive income | 196,043 | 2,000 |
| Available-for-sale financial assets | 66,911 | 142,100 |
| Financial assets at amortized cost | - | 1,000 |
| | 14,464,394 | 145,140 |
| Financial liabilities | | |
| Financial liabilities at fair value through profit or loss | 41,865,964 | 4,040,000 |
| Financial liabilities at amortized cost | 64,578 | 1,000 |

(b) Financial risk management objectives and policies

The Group's financial risk management objectives are to manage financial risk to ensure the Group's ability to meet its financial obligations and to maximize the return on its financial assets. The Group's financial risk management policies are designed to ensure that the Group's financial risk is managed in a way that is consistent with its business strategy and its risk appetite. The Group's financial risk management policies are based on the following principles:

- The Group's financial risk management policies should be designed to ensure that the Group's financial risk is managed in a way that is consistent with its business strategy and its risk appetite.
- The Group's financial risk management policies should be designed to ensure that the Group's financial risk is managed in a way that is consistent with its business strategy and its risk appetite.
- The Group's financial risk management policies should be designed to ensure that the Group's financial risk is managed in a way that is consistent with its business strategy and its risk appetite.

Market risk

The Group's market risk management policies are designed to ensure that the Group's market risk is managed in a way that is consistent with its business strategy and its risk appetite. The Group's market risk management policies are based on the following principles:

The Group's market risk management policies are designed to ensure that the Group's market risk is managed in a way that is consistent with its business strategy and its risk appetite. The Group's market risk management policies are based on the following principles:

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Market risk (continued)

(i) Interest rate risk management

The Company's interest rate risk management policy is to manage the interest rate risk arising from its financial instruments. The Company uses interest rate swaps to hedge its interest rate risk. The Company's interest rate risk management policy is to manage the interest rate risk arising from its financial instruments. The Company uses interest rate swaps to hedge its interest rate risk.

The Company's interest rate risk management policy is to manage the interest rate risk arising from its financial instruments. The Company uses interest rate swaps to hedge its interest rate risk.

The Company's interest rate risk management policy is to manage the interest rate risk arising from its financial instruments. The Company uses interest rate swaps to hedge its interest rate risk.

Interest rate sensitivity

The Company's interest rate sensitivity is measured by the change in the fair value of its financial instruments. The Company's interest rate sensitivity is measured by the change in the fair value of its financial instruments.

The Company's interest rate sensitivity is measured by the change in the fair value of its financial instruments. The Company's interest rate sensitivity is measured by the change in the fair value of its financial instruments.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Market risk (continued)

(ii) Foreign currency risk management

Currency risk

At 31 December 2020, the Group's currency risk exposure was primarily in relation to the US dollar. The Group's currency risk exposure is managed through the use of foreign exchange contracts. The Group's currency risk exposure is managed through the use of foreign exchange contracts.

Currency sensitivity

The Group's currency risk exposure is primarily in relation to the US dollar. The Group's currency risk exposure is managed through the use of foreign exchange contracts. The Group's currency risk exposure is managed through the use of foreign exchange contracts.

| | Liabilities | | Assets | |
|-----------|--------------------------------|------------------------------|--------------------------------|------------------------------|
| | 31 December
2020
RMB'000 | 1 January
2021
RMB'000 | 31 December
2020
RMB'000 | 1 January
2021
RMB'000 |
| US dollar | 25,307 | 10,120 | - | - |
| US dollar | - | - | 1,060 | 1,120 |
| US dollar | - | - | 5,139 | 5,200 |
| US dollar | - | - | 6,069 | 4,120 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Market risk (continued)

(ii) Foreign currency risk management (continued)

Currency sensitivity (continued)

The Company's financial instruments are exposed to foreign currency risk primarily through its investments in subsidiaries and its bank borrowings. The Company's functional currency is the Renminbi (RMB). The Company's foreign currency risk management policy is to hedge its foreign currency risk by using foreign currency derivatives. The Company's foreign currency risk management policy is to hedge its foreign currency risk by using foreign currency derivatives.

| | Year ended 31 December | |
|--------------------------------|------------------------|-----------------|
| | 2020
RMB'000 | 2019
RMB'000 |
| Net investment in subsidiaries | 1,027 | 44 |
| Net investment in subsidiaries | (43) | () |
| Net investment in subsidiaries | (208) | (2) |
| Net investment in subsidiaries | (246) | (1) |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (*continued*)

(b) Financial risk management objectives and policies (*continued*)

Market risk (continued)

(iii) Other price risks

The Group is exposed to price risk in its investments in equity securities. The Group's price risk arises from changes in the fair value of its investments in equity securities. The Group's price risk is managed by monitoring the fair value of its investments in equity securities and by diversifying its investments in equity securities. The Group's price risk is also managed by using derivative financial instruments, such as futures contracts, to hedge its price risk.

Equity price sensitivity analysis

The following table shows the sensitivity of the Group's equity price risk to a 1% increase and a 1% decrease in the fair value of its investments in equity securities.

The Group's equity price risk is not material.

The following table shows the sensitivity of the Group's equity price risk to a 1% increase and a 1% decrease in the fair value of its investments in equity securities for the year ended 31 December 2020. The Group's equity price risk is not material.

Credit risk and impairment assessment

The Group is exposed to credit risk in its investments in equity securities. The Group's credit risk arises from the possibility that the fair value of its investments in equity securities will decrease. The Group's credit risk is managed by monitoring the fair value of its investments in equity securities and by diversifying its investments in equity securities. The Group's credit risk is also managed by using derivative financial instruments, such as futures contracts, to hedge its credit risk.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Credit risk and impairment assessment (continued)

The Group's credit risk management policies are designed to ensure that the Group's credit risk is managed within acceptable limits. The Group's credit risk management policies are designed to ensure that the Group's credit risk is managed within acceptable limits.

| | | At 31 December | |
|---|-----------------------------|---|---|
| | 12-month or
lifetime ECL | 2020
Gross carrying
amount
RMB'000 | 2019
Gross carrying
amount
RMB'000 |
| Financial assets at amortised cost | | | |
| Accounts receivable | 12-month | | |
| Other receivables | 12-month | | |
| Financial assets at amortised cost (Note i) | | 357,193 | 2,771 |
| Financial assets at amortised cost, net | 12-month | | |
| Financial assets at amortised cost, net (Note i) | | 4,352,814 | 4,117,471 |
| Financial assets at amortised cost, net | 12-month | | |
| Financial assets at amortised cost, net (Note ii) | | 398,116 | 22,778 |
| Financial assets at amortised cost, net | 12-month | | |
| Financial assets at amortised cost, net (Note ii) | | 24,778 | 24,740 |
| Financial assets at amortised cost, net | 12-month | | |
| Financial assets at amortised cost, net (Note ii) | | 8,881,911 | 4,142,211 |
| Financial assets at amortised cost, net | 12-month | | |
| Financial assets at amortised cost, net (Note ii) | | 294,875 | 22,778 |

Notes:

The Group's credit risk management policies are designed to ensure that the Group's credit risk is managed within acceptable limits. The Group's credit risk management policies are designed to ensure that the Group's credit risk is managed within acceptable limits.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Credit risk and impairment assessment (continued)

Trade and bills receivables arising from contracts with customers

[illegible]

Other receivables and deposits

[illegible]

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Credit risk and impairment assessment (continued)

Restricted bank deposits and cash and cash equivalents

At 31 December 2020, the Company's restricted bank deposits and cash and cash equivalents were RMB1,234,567,890 (2019: RMB1,234,567,890). The Company's restricted bank deposits and cash and cash equivalents are classified as Level 1 of the fair value hierarchy. The Company's restricted bank deposits and cash and cash equivalents are measured at fair value, which is the amount that the Company would receive for the assets or settle the liabilities in an orderly transaction at the measurement date. The Company's restricted bank deposits and cash and cash equivalents are classified as Level 1 of the fair value hierarchy. The Company's restricted bank deposits and cash and cash equivalents are measured at fair value, which is the amount that the Company would receive for the assets or settle the liabilities in an orderly transaction at the measurement date.

The Company's restricted bank deposits and cash and cash equivalents are classified as Level 1 of the fair value hierarchy. The Company's restricted bank deposits and cash and cash equivalents are measured at fair value, which is the amount that the Company would receive for the assets or settle the liabilities in an orderly transaction at the measurement date.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Liquidity risk management

התחייבויות ארוכות טווח, כגון הלוואות, הן חלק מהמבנה הפיננסי של החברה. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים.

החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים.

החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים.

Liquidity risk

החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים.

החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים. החברה מנהלת את הסיכון לשינוי במחירי ההון באמצעות מכירת אגרות חוב, הלוואות ופיקדונות בנקאיים.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(b) Financial risk management objectives and policies (continued)

Liquidity risk (continued)

| | Weighted
average
effective
interest rate
% | Within
1 year
RMB'000 | 1 year to
2 years
RMB'000 | 2 years to
3 years
RMB'000 | 3 years to
5 years
RMB'000 | Over
5 years
RMB'000 | Total
undiscounted
cash flow
RMB'000 | Carrying
amount
RMB'000 |
|----------------------------|--|-----------------------------|---------------------------------|----------------------------------|----------------------------------|----------------------------|---|-------------------------------|
| At 31 December 2020 | | | | | | | | |
| Financial assets | - | 4,351,400 | 317,080 | 121,950 | - | - | 4,790,430 | 4,790,430 |
| Financial liabilities | 3.89 | 8,795,910 | 2,377,019 | 2,056,726 | 2,688,075 | 3,315,301 | 19,233,031 | 17,441,753 |
| Financial assets | 3.46 | 4,179,528 | 410,618 | 126,717 | 908,137 | 347,388 | 5,972,388 | 5,772,837 |
| Financial liabilities | 2.51 | 7,148,844 | - | - | - | - | 7,148,844 | 7,060,658 |
| Financial assets | 5.01 | 231,671 | 2,231,671 | 1,616,011 | 1,033,915 | - | 5,113,268 | 4,585,335 |
| Financial liabilities | 3.37 | 67,036 | 1,067,036 | 430,278 | 619,535 | - | 2,183,885 | 2,025,412 |
| Financial assets | - | 189,539 | - | - | - | - | 189,539 | 189,539 |
| Financial liabilities | 4.77 | 76,684 | 100,643 | 95,846 | 123,966 | 900,394 | 1,297,533 | 900,995 |
| Financial assets | - | 19,576 | - | - | 43,510 | 1,492 | 64,578 | 64,578 |
| | | <u>25,060,188</u> | <u>6,504,067</u> | <u>4,447,528</u> | <u>5,417,138</u> | <u>4,564,575</u> | <u>45,993,496</u> | <u>42,831,537</u> |
| At 31 December 2019 | | | | | | | | |
| Financial assets | 0.11/2 | 4,211 | 11,411 | 20,111 | - | - | 4,442 | 4,411 |
| Financial liabilities | 4.4 | 1,214 | 1,111 | 1,211 | 1,111 | 1,111 | 1,011 | 1,111 |
| Financial assets | 4.24 | 1,411 | 2,111 | - | 1,011 | 411 | 4,201 | 4,211 |
| Financial liabilities | 4 | 1,111 | - | - | - | - | 1,111 | 1,111 |
| Financial assets | 1.1 | 1,111 | 1,111 | 1,111 | - | - | 4,011 | 4,011 |
| Financial liabilities | 4 | 1,111 | 1,111 | 1,111 | - | - | 1,111 | 1,111 |
| Financial assets | 4.0 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 |
| Financial liabilities | 4.0 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 | 1,111 |
| | | <u>1,221</u> | <u>2,441</u> | <u>4,201</u> | <u>1,111</u> | <u>2,441</u> | <u>1,111</u> | <u>1,111</u> |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

50. FINANCIAL INSTRUMENTS (continued)

(c) Fair value

The following table shows the fair value of financial assets and liabilities measured at fair value at the end of the reporting period.

| Financial assets/
financial liabilities | Fair value as at | | Fair value
hierarchy | Valuation technique and key input |
|--|--|------------------------|-------------------------|-----------------------------------|
| | 31 December 2020 | 31 December 2019 | | |
| (1) Listed equity securities in Hong Kong:
(see Note 30) | Listed equity securities in Hong Kong:
Electric power industry
- RMB196,043,000 | 1,000,000
2,000,000 | Level 1 | Quoted market prices |
| (2) Liabilities:
(see Note 37) | Liabilities
- RMB21,068,000 | 1,000,000
1,000,000 | Level 2 | Quoted market prices |
| (3) Private equity investments in the PRC:
(i) Electric power industry
(see Note 25) | Private equity investments in the PRC:
(i) Electric power industry
- RMB66,911,000 | 1,000,000
1,000,000 | Level 1 | Quoted market prices |
| (4) Liabilities:
(see Note 37) | Liabilities
- RMB43,510,000 | 1,000,000
1,000,000 | Level 1 (note) | Quoted market prices |

FOR THE YEAR ENDED 31 DECEMBER 2020

(c) Fair value (continued)

... and the

| | Year ended 31 December | |
|----------------------------------|------------------------|---------|
| | 2020 | 2019 |
| | RMB'000 | RMB'000 |
| Fixed forward commodity contract | | |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

51. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The following table reconciles the changes in the consolidated liabilities arising from financing activities, net of cash and cash equivalents, for the year ended 31 December 2020. The amounts are in RMB'000.

| | Bank and
other
borrowings
RMB'000 | Short-term
debentures
RMB'000 | Medium-
term notes
RMB'000 | Corporate
bond
RMB'000 | Lease
liabilities
RMB'000 | Total
RMB'000 |
|-----------------------------|--|-------------------------------------|----------------------------------|------------------------------|---------------------------------|------------------|
| At 1 January 2021 (Note 44) | 1,147,000 | 1,000,000 | 20,000 | 2,000 | 2,000 | 2,169,000 |
| During the year | (1,147,000) | (1,000,000) | (20,000) | 1,000,000 | (1,000) | (2,167,000) |
| At 31 December 2021 | 1,147,000 | 1,000,000 | 20,000 | 4,100 | 12,400 | 1,183,500 |
| At 1 January 2020 | 1,147,000 | 1,000,000 | 20,000 | 2,000 | 2,000 | 2,169,000 |
| During the year | (1,147,000) | (1,000,000) | (20,000) | 1,000,000 | (1,000) | (2,167,000) |
| At 31 December 2020 | 1,147,000 | 1,000,000 | 20,000 | 4,100 | 12,400 | 1,183,500 |
| At 1 January 2020 | 1,147,000 | 1,000,000 | 20,000 | 2,000 | 2,000 | 2,169,000 |
| During the year | (1,147,000) | (1,000,000) | (20,000) | 1,000,000 | (1,000) | (2,167,000) |
| At 31 December 2020 | 1,147,000 | 1,000,000 | 20,000 | 4,100 | 12,400 | 1,183,500 |
| At 1 January 2020 | 1,147,000 | 1,000,000 | 20,000 | 2,000 | 2,000 | 2,169,000 |
| During the year | (1,147,000) | (1,000,000) | (20,000) | 1,000,000 | (1,000) | (2,167,000) |
| At 31 December 2020 | 1,147,000 | 1,000,000 | 20,000 | 4,100 | 12,400 | 1,183,500 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

52. SUBSIDIARIES

For information only, the following table

sets out the details of the subsidiaries of the Company as at 31 December 2020 and 2019, and their principal activities.

| Name of subsidiary | Place of registration and operation | Paid up issued/
registered capital | Equity interest attributable to the Company | | | | Proportion of voting rights held by the Group | | Principal activities |
|--|-------------------------------------|---------------------------------------|---|------|----------|------|---|------|--------------------------------------|
| | | | Direct | | Indirect | | 2020 | 201 | |
| | | | 2020 | 201 | 2020 | 201 | | | |
| 北京太陽宮燃氣熱電有限公司
(北京太陽宮燃氣熱電有限公司)*
(北京太陽宮燃氣熱電有限公司)* | China | ¥141,210,000 | 74% | 74% | - | - | 74% | 74% | Power generation and supply of steam |
| 北京京橋熱電有限責任公司
(北京京橋熱電有限公司)*
(北京京橋熱電有限公司)* | China | ¥111,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京豐燃氣發電有限責任公司
(北京京豐燃氣發電有限公司)*
(北京京豐燃氣發電有限公司)* | China | ¥211,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京能高安屯燃氣熱電有限責任公司
(北京京能高安屯燃氣熱電有限公司)*
(北京京能高安屯燃氣熱電有限公司)* | China | ¥110,120,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京西燃氣熱電有限公司
(北京京西燃氣熱電有限公司)*
(北京京西燃氣熱電有限公司)* | China | ¥1,010,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京能熱電有限公司
(北京京能熱電有限公司)*
(北京京能熱電有限公司)* | China | ¥111,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京能熱電有限公司
(北京京能熱電有限公司)*
(北京京能熱電有限公司)* | China | ¥211,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 盈江華富水電開發有限公司 (北京盈江華富水電開發有限公司)*
(北京盈江華富水電開發有限公司)* | China | ¥41,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 騰冲縣猴橋永興河水電開發有限公司
(北京騰冲縣猴橋永興河水電開發有限公司)*
(北京騰冲縣猴橋永興河水電開發有限公司)* | China | ¥141,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京能熱電有限公司
(北京京能熱電有限公司)*
(北京京能熱電有限公司)* | China | ¥1,000,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 北京京能熱電有限公司
(北京京能熱電有限公司)*
(北京京能熱電有限公司)* | China | ¥1,000,000,000 | 100% | 100% | - | - | 100% | 100% | Power generation and supply of steam |
| 成都金華能電力實業有限責任公司
(北京金華能電力實業有限公司)*
(北京金華能電力實業有限公司)* | China | ¥40,000,000 | - | - | 100% | 100% | 100% | 100% | Power generation and supply of steam |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

52. SUBSIDIARIES (continued)

(continued)

| Name of subsidiary | Place of registration and operation | Paid up issued/registered capital | Equity interest attributable to the Company | | | | Proportion of voting rights held by the Group | | Principal activities |
|--|-------------------------------------|-----------------------------------|---|------|----------|-----|---|------|----------------------|
| | | | Direct | | Indirect | | 2020 | 201 | |
| | | | 2020 | 201 | 2020 | 201 | | | |
| 內蒙古京能商都風力發電有限責任公司
(Inner Mongolia Jingneng Shangdu Wind Power Generation Co., Ltd.)* | | 207,20,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能察右中風力發電有限責任公司
(Inner Mongolia Jingneng Chayouzhong Wind Power Generation Co., Ltd.)* | | 2,100,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能察右中風力發電有限責任公司
(Inner Mongolia Jingneng Chayouzhong Wind Power Generation Co., Ltd.)* | | 1,41,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 錦林郭勒吉相華亞風力發電有限責任公司
(Jinlin Guoleji Xianghua Wind Power Generation Co., Ltd.)* | | 40,100,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能烏蘭伊力風力發電有限責任公司
(Inner Mongolia Jingneng Ulanilili Wind Power Generation Co., Ltd.)* | | 12,000,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 左雲京能風力發電有限責任公司
(Zhuoyun Jingneng Wind Power Generation Co., Ltd.)* | | 1,000,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能文貢拉風力發電有限公司
(Inner Mongolia Jingneng Wengongla Wind Power Generation Co., Ltd.)* | | 11,000,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古霍林郭勒風力發電有限責任公司
(Inner Mongolia Huolin Guole Wind Power Generation Co., Ltd.)* | | 12,220,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能巴林右風力發電有限責任公司
(Inner Mongolia Jingneng Balin You Wind Power Generation Co., Ltd.)* | | 14,200,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能科右中風力發電有限責任公司
(Inner Mongolia Jingneng Keyouzhong Wind Power Generation Co., Ltd.)* | | 1,000,000 | 100% | 100% | - | | 100% | 100% | Power generation |
| 內蒙古京能旗杆風力發電有限公司
(Inner Mongolia Jingneng Qigang Wind Power Generation Co., Ltd.)* | | 1,000,000 | 100% | 100% | - | | 100% | 100% | Power generation |

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FOR THE YEAR ENDED 31 DECEMBER 2020

52. SUBSIDIARIES (continued)

Subsidiaries (continued)

| Name of subsidiary | Place of registration and operation | Paid up issued/ registered capital | Equity interest attributable to the Company | | | | Proportion of voting rights held by the Group | | Principal activities |
|---|-------------------------------------|------------------------------------|---|------|----------|-----|---|------|----------------------|
| | | | Direct | | Indirect | | 2020 | 201 | |
| | | | 2020 | 201 | 2020 | 201 | | | |
| 內蒙古京能烏蘭風力發電有限公司
(內蒙古京能烏蘭風力發電有限公司)
(註冊資本: 人民幣41,140,000元)* | | 41,140,000 | 100% | 100% | - | - | 100% | 100% | 風力發電 |
| 寧夏京能新能源有限公司
(寧夏京能新能源有限公司)
(註冊資本: 人民幣414,000元)* | | 414,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 寧夏京能靈武風電有限公司
(寧夏京能靈武風電有限公司)
(註冊資本: 人民幣411,210,000元)* | | 411,210,000 | 100% | 100% | - | - | 100% | 100% | 風力發電 |
| 五家渠京能新能源有限責任公司
(五家渠京能新能源有限責任公司)
(註冊資本: 人民幣1,240,000元)* | | 1,240,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 寧夏京能中衛有限公司
(寧夏京能中衛有限公司)
(註冊資本: 人民幣1,000,000元)* | | 1,000,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 京能天津
(京能天津)
(註冊資本: 人民幣2,000,000元)* | | 2,000,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 建湖京能新能源有限公司
(建湖京能新能源有限公司)
(註冊資本: 人民幣4,100,000元)* | | 4,100,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 寧夏賀蘭京能新能源有限公司
(寧夏賀蘭京能新能源有限公司)
(註冊資本: 人民幣1,000,000元)* | | 1,000,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 寧夏中寧縣京能新能源有限公司
(寧夏中寧縣京能新能源有限公司)
(註冊資本: 人民幣4,100,000元)* | | 4,100,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 格爾木京能新能源有限公司
(格爾木京能新能源有限公司)
(註冊資本: 人民幣20,000,000元)* | | 20,000,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |
| 京能天津
(京能天津)
(註冊資本: 人民幣141,000元)* | | 141,000 | 100% | 0% | - | - | 100% | 0% | 太陽能發電 |
| 京能天津
(京能天津)
(註冊資本: 人民幣1,000,000元)* | | 1,000,000 | 100% | 100% | - | - | 100% | 100% | 太陽能發電 |

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52. SUBSIDIARIES (continued)

(continued)

| Name of subsidiary | Place of registration and operation | Paid up issued/ registered capital | Equity interest attributable to the Company | | | | Proportion of voting rights held by the Group | | Principal activities |
|---|-------------------------------------|------------------------------------|---|------|----------|------|---|------|----------------------|
| | | | Direct | | Indirect | | 2020 | 201 | |
| | | | 2020 | 201 | 2020 | 201 | 2020 | 201 | |
| ... | ... | \$1,240,000 | - | | 100% | 100% | 100% | 100% | ... |
| ... | ... | \$,00,000 | - | | 100% | 100% | 100% | 100% | ... |
| 深圳京能清潔能源融資租賃有限公司
(Shenzhen Jingneng Clean Energy Leasing Co., Ltd.)* | ... | 0,000 | - | | 100% | 100% | 100% | 100% | ... |
| 府谷縣京能新能源有限公司
(Fugu County Jingneng New Energy Co., Ltd.)* | ... | 11,100,000 | 100% | 100% | - | | 100% | 100% | ... |
| 共和京能清潔能源有限公司
(Gonghe Jingneng Clean Energy Co., Ltd.)* | ... | 1,20,000 | 100% | 100% | - | | 100% | 100% | ... |
| 寧夏海原京能新能源有限公司
(Ningxia Haiyuan Jingneng New Energy Co., Ltd.)* | ... | 100,000 | 100% | 100% | - | | 100% | 100% | ... |
| 大同京能新能源有限公司
(Datong Jingneng New Energy Co., Ltd.)* | ... | 10,000,000 | 100% | 100% | - | | 100% | 100% | ... |
| 靖遠京能新能源有限公司
(Jingyuan Jingneng New Energy Co., Ltd.)* | ... | 1,400,000 | 100% | 100% | - | | 100% | 100% | ... |
| 徐聞京能新能源有限公司
(Xuwén Jingneng New Energy Co., Ltd.)* | ... | 1,000 | 100% | 100% | - | | 100% | 100% | ... |
| 北票京能新能源有限公司
(Beipiao Jingneng New Energy Co., Ltd.)* | ... | 10,000 | 100% | 100% | - | | 100% | 100% | ... |
| 朝陽縣京能新能源有限公司
(Chaoyang County Jingneng New Energy Co., Ltd.)* | ... | 0,000 | 100% | 100% | - | | 100% | 100% | ... |
| 緬甸縣京能新能源有限公司
(Mian County Jingneng New Energy Co., Ltd.)* | ... | 21,010,000 | 100% | 100% | - | | 100% | 100% | ... |
| 葫蘆島南票京能新能源有限公司
(Huludao Nanyao Jingneng New Energy Co., Ltd.)* | ... | 0,000,000 | 100% | 100% | - | | 100% | 100% | ... |

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Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

52. SUBSIDIARIES (continued)

Subsidiaries (continued)

| Name of subsidiary | Place of registration and operation | Paid up issued/
registered capital | Equity interest attributable to the Company | | | | Proportion of voting rights held by the Group | | Principal activities |
|---------------------------------------|-------------------------------------|---------------------------------------|---|------|----------|-----|---|------|----------------------|
| | | | Direct | | Indirect | | 2020 | 201 | |
| | | | 2020 | 201 | 2020 | 201 | | | |
| 常德鴻騰新能源有限公司
(常德市鴻騰新能源有限公司)* | | ¥11,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 常德宏潤新能源有限公司
(常德市宏潤新能源有限公司)* | | ¥1,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 常德瑞鑫新能源有限公司
(常德市瑞鑫新能源有限公司)* | | ¥1,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 漢壽縣鴻鑫新能源有限公司
(漢壽縣鴻鑫新能源有限公司)* | | ¥1,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 陽西清芸陽光新能源科技有限公司
(陽江清芸陽光新能源科技有限公司)* | | ¥21,200,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 惠州市永景新能源科技有限公司
(惠州市永景新能源科技有限公司)* | | | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 陽江華晶綠色能源科技有限公司
(陽江華晶綠色能源科技有限公司)* | | ¥11,100,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 張北京能清潔能源有限公司
(張北京能清潔能源有限公司)* | | ¥100,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 尚義京能新能源有限公司
(尚義京能新能源有限公司)* | | ¥10,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |
| 康保新能清潔能源有限公司
(康保新能清潔能源有限公司)* | | ¥24,000,000 | 100% | 100% | - | - | 100% | 100% | 新能源材料 |

* 以上各子公司均為本公司全資子公司。

Note: 以上各子公司均為本公司全資子公司。本公司對上述各子公司的持股比例均為100%。

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

52. SUBSIDIARIES (continued)

At the end of the reporting period, the Company has the following subsidiaries:

| Name of subsidiary | Incorporation/
establishment/
registration and
operation | Proportion ownership interest
held by non-controlling
interests | | Profit allocated to
non-controlling interests | | Total comprehensive
income allocated to
non-controlling interests | | Accumulated
non-controlling interests | |
|-------------------------|---|---|----------|--|----------------|---|----------------|--|----------------|
| | | 2020
% | 201
% | 2020
RMB'000 | 201
RMB'000 | 2020
RMB'000 | 201
RMB'000 | 2020
RMB'000 | 201
RMB'000 |
| Shanghai Yanggong Power | | 26 | 2 | 60,645 | 1,111 | 60,645 | 1,111 | 332,315 | 1,111 |

The subsidiaries are all wholly owned by the Company. The subsidiaries are all incorporated in the People's Republic of China. The subsidiaries are all engaged in the power generation business.

| Taiyanggong Power | 2020
RMB'000 | 201
RMB'000 |
|--|-----------------|----------------|
| Assets | 482,862 | 4,000 |
| Liabilities | 1,082,747 | 1,200,000 |
| Equity | 263,091 | 1,200 |
| Non-controlling interests | 24,379 | 20,114 |
| Profit | 2,084,698 | 2,011,111 |
| Profit attributable to non-controlling interests | 233,250 | 2,000,000 |
| Profit attributable to non-controlling interests | 65,991 | 20,000 |
| Profit attributable to non-controlling interests | 448,886 | 1,000,000 |
| Profit attributable to non-controlling interests | 13,986 | (11,000,000) |
| Profit attributable to non-controlling interests | (527,437) | (24,000,000) |
| Profit attributable to non-controlling interests | (64,565) | (124,000,000) |

FOR THE YEAR ENDED 31 DECEMBER 2020

[illegible]

1-2021, 1,207, 10, 72 0.22% 2021.

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

54. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY

| | At 31 December | |
|--------------------------------|-------------------|-------------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Non-current assets | | |
| Property, plant and equipment | 1,190,407 | 1,000,200 |
| Intangible assets | 15,742 | 21,400 |
| Investment properties | 19,571 | 14,400 |
| Long-term equity investments | 16,857,908 | 1,740,014 |
| Long-term receivables | 2,410,328 | 1,700,000 |
| Financial assets | 117,000 | 14,000 |
| Long-term interest receivables | 130,904 | 12,000 |
| Long-term debt receivables | 70,000 | 1,000 |
| Long-term prepayments | 4,257,500 | 2,000,000 |
| Other non-current assets | 37,913 | 1,200 |
| Long-term interest receivables | – | 1,000 |
| Long-term interest receivables | 3,423 | 2,000 |
| Long-term interest receivables | 8,319 | 1,242 |
| | 25,119,015 | 21,200,200 |
| Current assets | | |
| Inventory | 1,652 | 2,000 |
| Prepaid expenses | 361,035 | 212,442 |
| Accounts receivable | 266,875 | 110,000 |
| Long-term debt receivables | – | 0,000 |
| Long-term prepayments | 11,399,500 | 10,110,000 |
| Long-term interest receivables | 2,496 | 4,400 |
| Long-term interest receivables | 6,370,820 | 4,240,000 |
| Long-term interest receivables | 5,425 | 0,400 |
| Long-term interest receivables | 847,395 | 4,000 |
| | 19,255,198 | 1,400,200 |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

54. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY (continued)

| | At 31 December | |
|--|-------------------|--------------------|
| | 2020
RMB'000 | 201
RMB'000 |
| Current liabilities | | |
| Accounts payable | 140,202 | 4 , |
| Accounts receivable | 2,910 | 2, / |
| Accounts payable | 771,264 | 2,2 / , 1 |
| Accounts payable | 6,770,277 | 2, / / ,000 |
| Accounts payable | 7,060,658 | ,0 / , 41 |
| Accounts payable | 96,656 | /0,2 |
| Accounts payable | 26,128 | 4, / |
| Accounts payable | 497 | 1, 1 |
| Accounts payable | 4,377 | /,44 |
| Accounts payable | 1,949 | 1,2 / |
| | 14,874,918 | 11, , 44 |
| Net current assets | 4,380,280 | , , 41 |
| Total assets less current liabilities | 29,499,295 | 2 , 00,24 / |
| Non-current liabilities | | |
| Accounts payable | 1,029,500 | 2, 0 ,2 0 |
| Accounts payable | 4,488,679 | ,4 0,0 4 |
| Accounts payable | 1,999,284 | , 42 |
| Accounts payable | 2,792 | 2,0 |
| Accounts payable | 84,099 | ,2 4 |
| Accounts payable | 11,806 | 1 , 1 |
| | 7,616,160 | /,20 , /4 |
| Net assets | 21,883,135 | 1 , , / |
| Capital and reserves | | |
| Capital | 8,244,508 | ,244, 0 |
| Reserves | 12,113,045 | 11,1 1, |
| Reserves | 1,525,582 | |
| Total equity | 21,883,135 | 1 , , / |

Notes to the Consolidated Financial Statements

FOR THE YEAR ENDED 31 DECEMBER 2020

54. STATEMENT OF FINANCIAL POSITION AND RESERVES OF THE COMPANY (continued)

| | Capital
reserve
RMB'000 | Statutory
surplus
reserve
RMB'000 | Other
reserve
RMB'000 | Fair value
through other
comprehensive
income reserve
RMB'000 | Retained
profits
RMB'000 | Total
RMB'000 |
|--|-------------------------------|--|-----------------------------|---|--------------------------------|------------------|
| At 1 January 201 | 4,277,401 | 2,277,700 | - | 12,700 | 4,702,214 | 11,267,815 |
| Profit for the year | - | - | - | 8,678 | 1,561,113 | 1,569,791 |
| Other comprehensive income | - | - | - | (4,666) | - | (4,666) |
| Dividends paid | - | 152,240 | - | - | (152,240) | - |
| Transfer to reserve | - | - | - | - | (595,253) | (595,253) |
| Transfer from reserve | - | - | - | - | - | - |
| Transfer to other comprehensive income | - | - | - | (24,428) | 24,428 | - |
| Transfer from other comprehensive income | - | - | (8,692) | - | - | (8,692) |
| At 31 December 2020 | 4,287,401 | 1,314,296 | (8,692) | (4,666) | 6,524,706 | 12,113,045 |

Definitions

[illegible]

Corporate Information

Registered Name 北京京能清洁能源股份有限公司, Beijing Jingneng Clean Energy Co., Ltd.

Directors

Executive Director

- 王 建 明 (Chairman)
- 王 建 明 (General Manager)
- 王 建 明
- 王 建 明

Non-executive Directors

- 王 建 明
- 王 建 明
- 王 建 明

Independent Non-executive Directors

- 王 建 明
- 王 建 明
- 王 建 明
- 王 建 明

Strategy Committee

- 王 建 明 (Chairman)
- 王 建 明
- 王 建 明
- 王 建 明

Remuneration and Nomination Committee

- 王 建 明 (Chairman)
- 王 建 明
- 王 建 明

Audit Committee

- 王 建 明 (Chairman)
- 王 建 明
- 王 建 明

Legal and Compliance Management Committee

- 王 建 明 (Chairman)
- 王 建 明
- 王 建 明

Supervisors

- 王 建 明
- 王 建 明
- 王 建 明

Company Secretary

- 王 建 明

Authorized Representatives

→
// /

→
// /

Registered Office

→ 11

Principal Place of Business in the PRC

// /

Principal Place of Business in Hong Kong

→ 4,
 1

Principal Bankers

→
(.)
→ 2,
→ 4

→
(.)
→ 1,

→
(.)

→
(.)

Corporate Information

International Auditors

安永華明會計師事務所
（香港）有限公司
（中國）有限公司
/， 中國， 香港，
上海， 北京， 廣州

Domestic Auditors

普華永道中天（上海）會計師事務所（特許）
有限公司， 中國，
22 樓， 中國， 上海，
中國， 北京， 廣州， 香港

Hong Kong Legal Advisors

安永華明會計師事務所
（香港）有限公司， 中國，
上海， 北京， 廣州， 香港

PRC Legal Advisors

普華永道中天（上海）會計師事務所（特許）
有限公司， 中國， 22 樓， 中國， 上海，
中國， 北京， 廣州， 香港

H Share Registrar

中國證券登記有限公司
1/12-1/11， 1/11 樓，
中國， 北京， 1 樓， 中國，
中國， 北京

Stock Code

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Company's Website

www.jingneng.com

Listing Place

中國證券交易所有限公司