



Beijing Jingneng Clean Energy Co., Limited

北京京能清潔能源電力股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00579)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2019

FINANCIAL HIGHLIGHTS

Revenue	30 June 2019	B8,065.0		30 June 2018	B8,065.0		0.36%
Profit before income tax	30 June 2019	B1,700.9		30 June 2018	B1,700.9		1.77%
Profit after income tax	30 June 2019	B1,268.3		30 June 2018	B1,268.3		4.29%
Basic earnings per share	30 June 2019	B15.38		30 June 2018	B15.38		

RESULTS HIGHLIGHTS

These results were approved by the Board of Directors of Beijing Jingneng Clean Energy Co., Limited (the "Company") on 27 July 2019. The results were prepared in accordance with the accounting policies of the Company and the consolidated financial statements of the Group were prepared in accordance with the accounting policies of the Group (collectively referred to as the "Financial Statements") in accordance with International Financial Reporting Standards ("IFRSs").

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2019

(Expressed in Renminbi Yuan, unless otherwise indicated, in thousands of RMB'000)

		For the six months ended 30 June	
		2019 RMB'000 (Unaudited)	2018 B'000 (Unaudited)
Revenue	3	8,064,971	8,036,391
Cost of sales	5	619,504	504,151
Operating profit		(4,542,057)	(4,300,126)
Finance income	9	(1,185,483)	(1,083,356)
Finance expense		(316,183)	(320,187)
Other income		(226,821)	(235,729)
Other expense		(274,688)	(343,292)
Share of profit of associates	6	54,757	(11,713)
Profit before income tax		2,194,000	2,246,139
Income tax expense	7	27,422	20,054
Finance income	7	(579,971)	(557,881)
Finance expense		59,405	23,317
Profit after income tax		1,700,856	1,731,629
Other comprehensive income	8	(380,520)	(414,287)
Other comprehensive expense	9	1,320,336	1,317,342
Other comprehensive income		1,268,270	1,216,095
Other comprehensive expense		-	35,768
Other comprehensive income		52,066	65,479
Profit after income tax and other comprehensive income		1,320,336	1,317,342
Exchange differences on translation of foreign operations	11	15.38	

		For the six months ended 30 June	
		2019	2018
		RMB'000	B'000
		(Unaudited)	(Unaudited)
<input checked="" type="checkbox"/>	Other comprehensive income	9	1,317,342
Other comprehensive income that will not be reclassified subsequently to profit or loss:			
Financial assets at fair value through other comprehensive income (FVOCI)			
	Net gain on disposal of financial assets at FVOCI	-	2,312
	Net loss on disposal of financial assets at FVOCI	-	(578)
		<u>-</u>	<u>1,734</u>
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations			
	Exchange differences on translation of foreign operations	(6,663)	(46,273)
Cash flow hedges			
	Net gain on cash flow hedges	(10,397)	4,301

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2019

(Expressed in Renminbi Yuan, unless otherwise indicated, in thousands of Renminbi Yuan (RMB'000))

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 RMB'000 (Audited)
Non-current Assets		
Property, plant and equipment	35,264,953	34,899,238
Intangible assets	557,398	-
Investments in subsidiaries	3,474,405	3,589,275
Investments in associates	190,049	190,049
Investments in structured entities	-	239,697
Financial assets at fair value through other comprehensive income	2,009,652	1,950,247
Available-for-sale financial assets	139,000	139,000
Prepaid expenses and deposits	152,967	152,967
Other non-current assets	15,000	30,000
Deferred tax assets	239,260	284,596
Equity instruments of subsidiaries held at cost	136,241	136,241
Other non-current assets	669,012	525,080
Derivative financial assets	580,954	622,488
Other non-current assets	68,175	51,060
	<u>43,497,066</u>	<u>42,809,938</u>
Current Assets		
Financial assets at fair value through profit or loss	133,775	115,831
Accounts receivable	5,672,556	5,364,872
Prepaid expenses and deposits	428,017	359,081
Government receivables	23,735	15,098
Accounts payable	54,500	158,017
Other receivables	-	6,081
Other current assets	65,000	-
Financial assets at fair value through other comprehensive income	335,345	362,287
Financial assets at fair value through profit or loss (FVTPL)	263,792	227,313
Other current assets	73,994	102,005
Contract assets	3,940,384	5,420,937
	<u>10,991,098</u>	<u>12,131,522</u>

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 B'000 (Audited)
Current Liabilities		
Accounts payable and accrued liabilities	3,432,461	3,708,661
Accounts receivable	455,293	129,938
Bank deposits	5,551,435	8,864,459
Other payables	6,082,989	6,086,848
Prepaid expenses	82,873	80,189
Contract liabilities	59,337	88,564
Other current liabilities	23,472	128,598
Deferred income	206,275	304,660
	<u>15,894,135</u>	<u>19,391,917</u>
Net Current Liabilities	<u>(4,903,037)</u>	<u>(7,260,395)</u>
Total Assets less Current Liabilities	<u>38,594,029</u>	<u>35,549,543</u>
Non-current Liabilities		
Deferred income	52,619	49,202
Accounts payable	11,918,497	9,824,454
Other payables	3,490,094	3,490,094
Deferred income	174,953	177,799
Deferred income	471,662	464,824
Other non-current liabilities	186,210	-
Other non-current liabilities	33,184	31,570
	<u>16,327,219</u>	<u>14,037,943</u>
Net Assets	<u><u>22,266,810</u></u>	<u><u>21,511,600</u></u>
Capital and Reserves		
Share capital	8,244,508	8,244,508
Reserves	13,573,014	12,869,870
	<u>21,817,522</u>	<u>21,114,378</u>
Equity attributable to owners of the parent	21,817,522	21,114,378
Minority interest	449,288	397,222
	<u>22,266,810</u>	<u>21,511,600</u>
Total Equity	<u><u>22,266,810</u></u>	<u><u>21,511,600</u></u>

2.1 Impacts and changes in accounting policies of application on IFRS 16 Leases

IFRS 16 is effective for annual periods beginning on or after 1 January 2019. IAS 17 (IAS 17) is replaced by IFRS 16.

2.1.1 Key changes in accounting policies resulting from application of IFRS 16

IFRS 16 requires lessees to recognise a liability for leases, with the exception of short-term leases and leases of low-value assets. IFRS 16

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2019年12月31日

	Right-of-use assets RMB'000
使用权资产	209,372
租赁负债	(245,778)
	<u>81,522</u>
	<u>536,672</u>
B	<u>536,672</u>
	<u>536,672</u>

(C) 2018年12月31日，使用权资产为人民币16,081,000元。2019年12月31日，使用权资产为人民币239,697,000元。

2019年12月31日

	Carrying amounts previously reported at 31 December 2018 B'000	Adjustments B'000	Carrying amounts Under IFRS 16 at 1 January 2019 B'000
Non-current Assets			
固定资产	34,899,238	(16,579)	34,882,659
使用权资产	239,697	(239,697)	-
		536,672	536,672
Current Assets			
货币资金	6,081	(6,081)	-
应收账款	359,081	(64,943)	294,138
Current Liabilities			
应付账款		30,818	30,818
Non-current Liabilities			
租赁负债		178,554	178,554

3 REVENUE

(i) Disaggregation of revenue from contracts with customers

For the six months ended 30 June 2019 (Unaudited)

	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
Revenue from contracts with customers	5,147,508	1,028,875	685,668	149,896	-	7,011,947
Revenue from contracts with customers	1,052,148	-	-	-	-	1,052,148
Revenue from contracts with customers	-	-	-	-	876	876
Revenue from contracts with customers	6,199,656	1,028,875	685,668	149,896	-	8,064,095
Revenue from contracts with customers	-	-	-	-	876	876
Revenue from contracts with customers	<u>6,199,656</u>	<u>1,028,875</u>	<u>685,668</u>	<u>149,896</u>	<u>876</u>	<u>8,064,971</u>

For the six months ended 30 June 2018 (Unaudited)

	B'000	B'000	B'000	B'000	B'000	B'000
Revenue from contracts with customers	5,190,635	1,149,558	485,598	145,699	-	6,971,490
Revenue from contracts with customers	1,058,413	-	-	-	-	1,058,413
Revenue from contracts with customers	-	-	-	-	6,488	6,488
Revenue from contracts with customers	6,249,048	1,149,558	485,598	145,699	-	8,029,903
Revenue from contracts with customers	-	-	-	-	6,488	6,488
Revenue from contracts with customers	<u>6,249,048</u>	<u>1,149,558</u>	<u>485,598</u>	<u>145,699</u>	<u>6,488</u>	<u>8,036,391</u>

(ii) Geographical information

90% of the revenue from contracts with customers is derived from the PRC. The revenue from contracts with customers is derived from the PRC, Hong Kong, and other regions.

7. INTEREST INCOME/FINANCE COSTS

	For the six months ended 30 June (Unaudited)	
	2019 RMB'000	2018 B'000
Interest income	27,422	20,054
Finance costs	607,365	597,692
Net interest income/finance costs	(27,394)	(39,811)
Interest income	579,971	557,881
Finance costs	552,549	537,827

8. INCOME TAX EXPENSE

	For the six months ended 30 June (Unaudited)	
	2019 RMB'000	2018 B'000
Income tax expense	332,648	447,284
Deferred income tax expense	47,872	(32,997)
Income tax expense	380,520	414,287

本公司之附屬公司「北京京能未來燃氣熱電有限公司」(Weilai Gas) 於 2019 年 6 月 30 日之稅務狀況如下：

本公司之附屬公司「北京京能未來燃氣熱電有限公司」(Weilai Gas) 於 2020 年 6 月 30 日之稅務狀況如下：

北京京能未來燃氣熱電有限公司 (Weilai Gas) 於 2015 年 1 月 1 日開始經營，其所得稅率為 15%。本公司之附屬公司「北京京能未來燃氣熱電有限公司」(Weilai Gas) 於 2019 年 6 月 30 日之稅務狀況如下：

本公司之附屬公司「北京京能未來燃氣熱電有限公司」(Weilai Gas) 於 2019 年 6 月 30 日之稅務狀況如下：

9. PROFIT FOR THE PERIOD

	For the six months ended 30 June (Unaudited)	
	2019 RMB'000	2018 B'000
<input checked="" type="checkbox"/> A. Profit from operations:	1,226	1,284
<input checked="" type="checkbox"/> B. Finance income:	-	2,838
C. Finance expenses:	30,157	28,052
D. Profit before income tax:	1,078,769	982,469
D. Income tax expense:	4,754	-
A. Profit after income tax:	101,960	100,887
E. Profit for the period:	1,185,483	1,083,356

10. DIVIDENDS

(C) On 20 June 2019, the Board of Directors of the Company has approved a cash dividend of RMB549,909,000 (approximately HK\$85,000,000) to the shareholders of the Company for the period ended 30 June 2019 (the "Dividend"). The Dividend will be paid on 20 July 2019 (the "Dividend Payment Date").

11. EARNINGS PER SHARE

The earnings per share of the Company for the period ended 30 June 2019 is RMB1,268,270,000 (approximately HK\$200,000,000) (2018: RMB1,216,095,000) (approximately HK\$195,000,000). The weighted average number of shares outstanding for the period ended 30 June 2019 is 8,244,508,000 (2018: 6,915,973,000).

12. TRADE AND BILL RECEIVABLES

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 B'000 (Audited)
	A. Trade receivables:	1,312,982
B. Bills receivable:	4,356,791	3,355,461
C. Other receivables:	10,246	21,246
D. Total receivables:	5,680,019	5,372,013
E. Less: Allowance for doubtful debts:	(7,463)	(7,141)
F. Net receivables:	5,672,556	5,364,872

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 RMB'000 (Audited)
60	1,286,509	2,346,544
61	1,994,845	1,419,203
1	1,651,328	1,027,341
2	451,958	327,204
3	287,916	244,580
	<u>5,672,556</u>	<u>5,364,872</u>

13. TRADE AND OTHER PAYABLES

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 RMB'000 (Audited)
	1,692,401	2,001,766
	763,781	919,240
	464,480	282,402
B	-	27,656
	73,778	89,892
	61,358	153,847
D	235,573	136,462
	141,090	97,396
	<u>3,432,461</u>	<u>3,708,661</u>

	As at 30 June 2019 RMB'000 (Unaudited)	As at 31 December 2018 RMB'000 (Audited)
30	699,263	1,385,785
31	951,261	547,356
1	20,228	17,966
2	5,882	4,902
3	15,767	73,413
	<u>1,692,401</u>	<u>2,029,422</u>

MANAGEMENT DISCUSSION AND ANALYSIS

I. REVIEW OF THE POWER INDUSTRY

2019, ... C, ... 5.0%, ... A ... C, E ... C, ... 30 ... 2019, ... 40.74 ... 11.94 ... 16.93 ... (... 9.84 ... 5.16 ...), ... 1.78 ... 9.09 ... 0.99 ... 11.64 ... 14.17 ... 1.82 ... 0.67

2019, ... 3,367.3 ... 3.3%, ... 2,448.7 ... 0.2%; ... 214.5 ... 11.5%; ... 106.7 ... 513.8 ... 30%; ... 11.8%. ... 98 ... 2.9%

1,834 ... 24 ... 2,066 ... 60 ... 2,127 ... 57 ... 1,212 ... 121 ... 1,133 ... 10 ... 650 ... 13 ... 1,674 ... 169 ... 4.7%, ... 4 ... 2.4%, ... 1.2

II. BUSINESS REVIEW FOR THE FIRST HALF OF 2019

1. Increase in installed capacity

A. As of 30 June 2019, the installed capacity of the Group was 8,863 MW, an increase of 10% from 8,050 MW as of 30 June 2018. The increase was primarily due to the completion of the following projects:

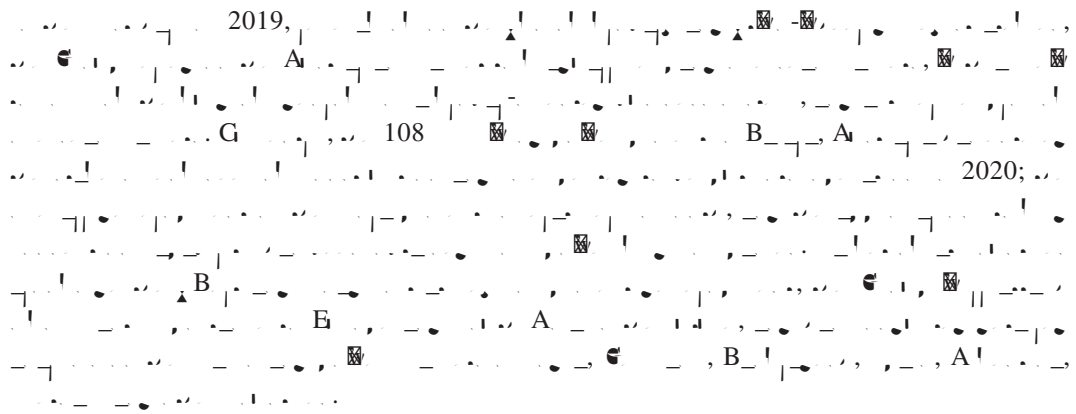
Project Name	Capacity (MW)	Percentage of Total Increase
Project A	4,702	53%
Project B	2,348	27%
Project C	1,363	15%
Project D	450	5%
Project E	195	-
Project F	114	-
Project G	81	-
Project H	799.5	-
Project I	440	-

2. Increase in power generation

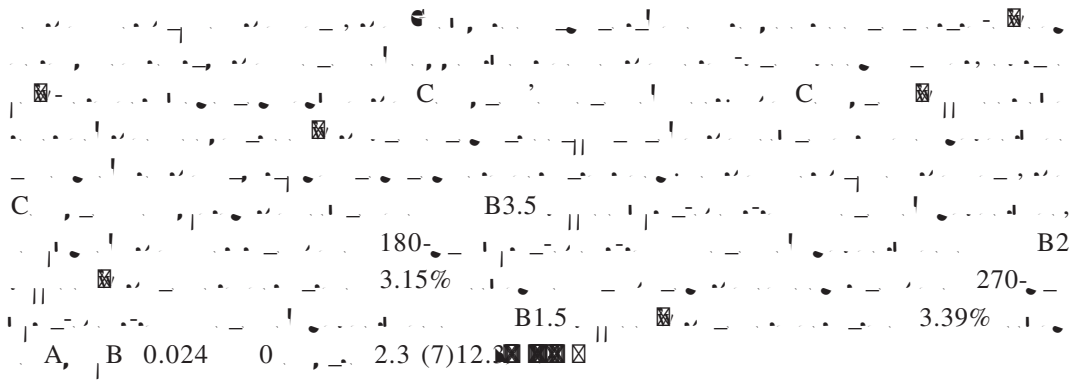
B. The Group's power generation in the first half of 2019 was 13,580,000 MWh, an increase of 5.18% from 12,890,000 MWh in the first half of 2018. The increase was primarily due to the following factors:

Category	Value	Percentage of Total Increase
Category A	9,506	6.46%
Category B	2,022	8.17%
Category C	810	2.53%
Category D	2,530	8.17%
Category E	1,078	5.18%
Category F	55	0.43%
Category G	903	6.46%
Category H	34	0.25%
Category I	641	4.37%
Category J	1,425	10.12%
Category K	249	1.81%

3. Steady promotion of overseas projects



4. Reduction in financing cost



Gas Consumption

Gas consumption for the year ended 31 December 2019, was B4,542.1 million, an increase of 5.63% from B4,300.1 million for the year ended 31 December 2018.

Depreciation and Amortization

Depreciation and amortization for the year ended 31 December 2019, was B1,083.4 million, a decrease of 9.42% from B1,185.5 million for the year ended 31 December 2018.

Gas-fired Power and Heat Energy Generation Segment

A. *Gas-fired Power and Heat Energy Generation Segment* 7.71%
 B1,301.1 2018 B1,200.8 2019,
 2018

Wind Power Segment

A. *Wind Power Segment* 22.71%
 B500.3 2018 B386.7 2019

Photovoltaic Power Segment

A. *Photovoltaic Power Segment* 51.45%
 B283.4 2018 B429.2 2019,

Hydropower Segment

A. *Hydropower Segment* 60.36%
 B22.2 2018 B35.6 2019,

Others

A. *Others* B37.4
 2018 B18.6 2019, C C C

7. Finance Costs

F. *Finance Costs* 3.96%
 B557.9 2018 B580.0 2019,

8. Share of Results of Associates

Share of Results of Associates 154.94%
 B23.3 2018 B59.4 2019, B
 C C

9. Profit before Taxation

A. Profit before taxation 1.77% B1,731.6
2018 B1,700.9 2019.

10. Income Tax Expense

8.16% B414.3 2018
B380.5 2019. E 23.92%
2018 22.37% 2019.

11. Profit for the Period

A. Profit for the period 0.23% B1,317.3
2018 B1,320.3 2019.

3. Liquidity

As at 30 June 2019, the Group's cash and cash equivalents were B10,991.1 million (2018: B3,940.4 million). The Group's current assets were B15,894.1 million (2018: B11,918.5 million) and current liabilities were B5,551.4 million (2018: B4,903.0 million). The Group's net current assets were B10,342.7 million (2018: B7,015.5 million).

The Group's working capital ratio (current assets divided by current liabilities) was 284.3% (2018: 243.8%). The Group's current ratio (current assets divided by current liabilities) was 2.84 (2018: 2.44).

The Group's net current assets to total assets ratio was 32.47% (2018: 27.31%). The Group's net current assets to total liabilities ratio was 6.59% (2018: 6.26%).

4. Net Gearing Ratio

The Group's net gearing ratio (total liabilities divided by total assets) was 0.58% (2018: 51.01%). The Group's net gearing ratio excluding deferred tax liabilities was 0.58% (2018: 51.59%).

The Group's net gearing ratio excluding deferred tax liabilities and other liabilities was 4.30% (2018: 27.31%).

The Group's net gearing ratio excluding deferred tax liabilities, other liabilities and other liabilities was 27.31% (2018: 51.01%).

V. OTHER SIGNIFICANT EVENTS

1. Financing

On 22 June 2019, the Group issued B218 million of 3.15% convertible preference shares. The Group's net cash and cash equivalents were B1,527 million (2018: B1,527 million) and the Group's net cash and cash equivalents to total assets ratio was 3.39% (2018: 3.39%).

2. Capital Expenditure

2019, 2019, B761.7
B232.5
B529.2

3. Significant Investment

A C E D C (常寧光聚電力開發有限公司), C (潤峰格爾木電力有限公司), E C (陽西清芸陽光新能源科技有限公司), E C (陸豐市明大新能源科技有限公司). 2019,

4. Contingent Liabilities

A 30 2019,

5. Mortgage of Assets

A 30 2019, B208.0
B2,339.9
F ()
A B

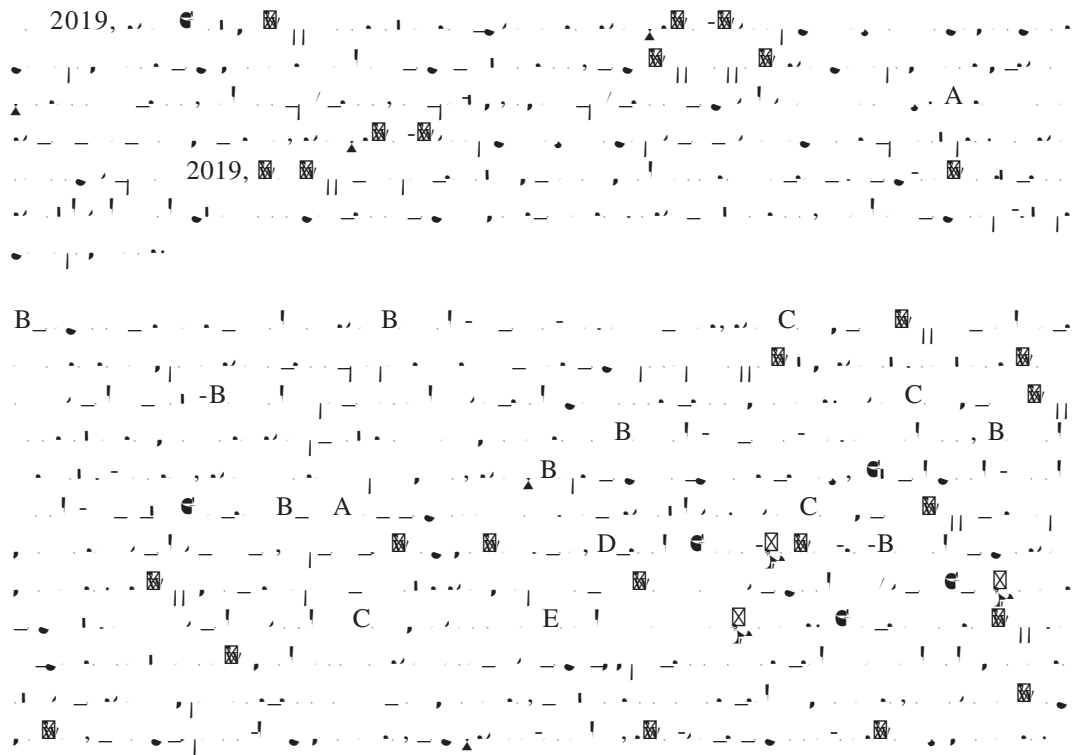
6. Subsequent Events

VI. BUSINESS PROSPECT FOR THE SECOND HALF OF 2019

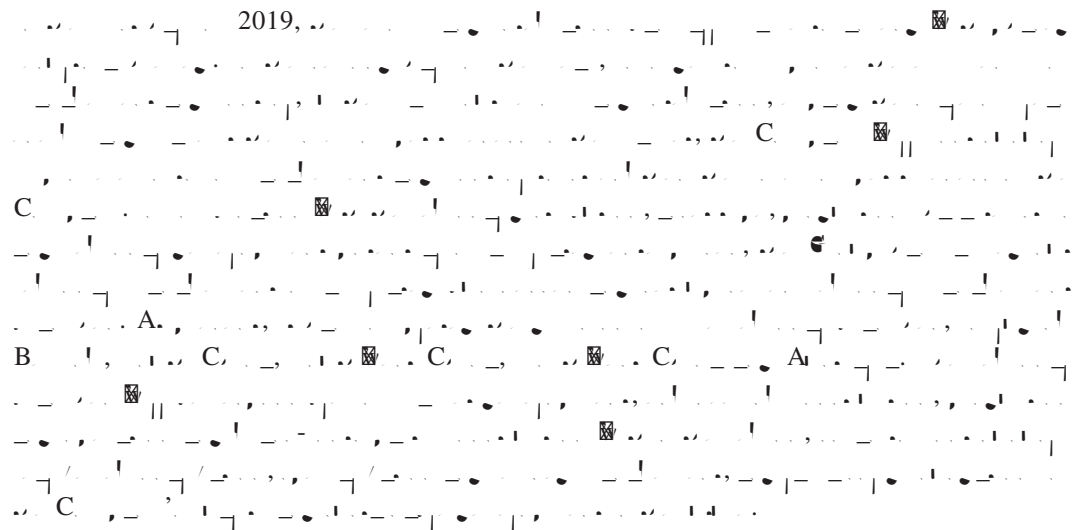
1. Safety production guarantee

70. C
2019. E C
70. C

2. Promoting the preliminary work of incremental projects



3. Reform and integration and regional management



PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

... E ... E ...
... C ... 2019 ...
... C ... E ...

B ... B ...
Beijing Jingneng Clean Energy Co., Limited
KANG Jian
C ...

B ... C
20 April 2019

A ... C ...
... B ... C ...
F ... C ...
C ... F ... C ...