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**WH Group Limited**  
**萬洲國際有限公司**

*(Incorporated in the Cayman Islands with limited liability)*  
**(Stock Code: 288)**

**AUDITED FINANCIAL RESULTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019 OF**  
**HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO., LTD.**

On March 24, 2020 after trading hours (Hong Kong time), Shuanghui Development released its annual report for the year ended December 31, 2019.

Henan Shuanghui Investment & Development Co., Ltd. (河南雙匯投資發展股份有限公司) (“**Shuanghui Development**”) is a company incorporated in the People’s Republic of China whose shares are listed on the Shenzhen Stock Exchange (the “**Shenzhen Stock Exchange**”). As at the date of this announcement, WH Group Limited (the “**Company**”) indirectly owns approximately 73.41% equity interest in Shuanghui Development. On March 24, 2020, Shuanghui Development filed its annual report with the Shenzhen Stock Exchange for the year ended December 31, 2019 (the “**Shuanghui Development Annual Report**”). It is important to note that the audited consolidated financial results contained in the Shuanghui Development Annual Report have been prepared in accordance with the China Accounting Standards for Business Enterprises. The Company prepares its consolidated financial results in accordance with the International Financial Reporting Standards (the “**IFRS**”). Accordingly, Shuanghui Development’s results reported therein differ from Shuanghui Development’s results contained in the Company’s consolidated financial statements, which include certain adjustments in order to conform to the IFRS.

**SUMMARY OF RESULTS OF SHUANGHUI DEVELOPMENT FOR THE YEAR ENDED DECEMBER 31, 2019**

For the year ended December 31, 2019, Shuanghui Development processed 13.20 million hogs, representing a decrease of 19.04% from the comparable period of 2018. External sales volume of meat products was 3.09 million metric tons, representing a decrease of 1.47% from the comparable period of 2018. Turnover increased by 23.43% from the comparable period of 2018 to RMB60,348 million. Net profit increased by 12.43% from the comparable period of 2018 to RMB5,666 million.

The audited consolidated statement of profit or loss and other comprehensive income for the year ended December 31, 2019 and the audited consolidated statement of financial position as at December 31, 2019 contained in the Shuanghui Development Annual Report are provided below:

**SHUANGHUI DEVELOPMENT  
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

*For the year ended December 31, 2019*

|                                    | <b>For the year ended December 31,</b> |                   |
|------------------------------------|--|-------------------|
|                                    | <b>2019</b>                            | <b>2018</b>       |
|                                    | <b>RMB</b>                             | <b>RMB</b>        |
|                                    | <b>(audited)</b>                       | <b>(audited)</b>  |
| <b>I. Total operating income</b>   | <b>60,348,305,743.59</b>               | 48,892,313,312.51 |
| Including: Operating income        | <b>60,309,731,762.99</b>               | 48,738,766,073.83 |
| Interest income                    | <b>38,487,695.49</b>                   | 153,364,597.20    |
| Handling and commission<br>income  | <b>86,285.11</b>                       | 182,641.48        |
| <b>II. Total operating costs</b>   | <b>53,525,288,222.98</b>               | 42,625,932,346.99 |
| Including: Operating costs         | <b>48,976,782,883.71</b>               | 38,226,512,894.27 |
| Interest expenses                  | <b>51,025,016.79</b>                   | 20,353,866.60     |
| Handling and commission<br>charges | <b>688,202.93</b>                      | 868,519.69        |
| Business tax and levies            | <b>297,129,008.21</b>                  | 348,337,228.63    |
| Selling expenses                   | <b>2,705,930,379.68</b>                | 2,643,716,519.49  |
| Administrative expenses            | <b>1,308,001,261.00</b>                | 1,146,104,171.18  |
| Research expenses                  | <b>88,284,314.96</b>                   | 76,836,051.32     |
| Financial expenses                 | <b>97,447,155.70</b>                   | 163,203,095.81    |
| Including: Interest expenses       | <b>122,075,794.19</b>                  | 198,992,109.55    |
| Interest income                    | <b>44,866,867.08</b>                   | 39,145,557.72     |

**SHUANGHUI DEVELOPMENT  
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME (CONTINUED)**

*For the year ended December 31, 2019*

|  | <b>For the year ended December 31,</b> |                  |
|--|--|------------------|
|  | <b>2019</b>                            | 2018             |
|  | <b>RMB</b>                             | <b>RMB</b>       |
|  | <b>(audited)</b>                       | <b>(audited)</b> |
| Add: Other income  | <b>188,368,924.63</b>                  | 281,301,156.24   |
| Investment income  | <b>142,743,112.09</b>                  | 59,627,099.40    |
| Including: Income from investments in<br>associates and joint<br>ventures                    | <b>14,304,001.88</b>                   | 15,370,516.15    |
| Gain on fair value change  | <b>27,879,591.73</b>                   | 30,499,438.40    |
| Impairment for credit losses   | <b>141,773.61</b>                      | —                |
| Impairment losses of assets  | <b>-334,907,147.33</b>                 | -390,496,305.20  |
| Gain on disposal of assets   | <b>4,432,083.65</b>                    | 48,406,113.01    |
| <b>III. Operating profit</b>   | <b>6,851,675,858.99</b>                | 6,295,718,467.37 |
| Add: Non-operating income  | <b>16,577,096.31</b>                   | 14,133,257.46    |
| Less: Non-operating expenses   | <b>29,759,622.12</b>                   | 30,255,008.75    |
| <b>IV. Total profit</b>  | <b>6,838,493,333.18</b>                | 6,279,596,716.08 |
| Less: Income tax expenses  | <b>1,172,504,439.47</b>                | 1,244,651,764.16 |
| <b>V. Net profit</b>   | <b>5,665,988,893.71</b>                | 5,034,944,951.92 |
| Including: Net profit from continuing<br>operations  | <b>5,665,988,893.71</b>                | 5,034,944,951.92 |
| Net profit from discontinued<br>operations   | —                                      | —                |
| Net profit attributable to owners<br>of Shuanghui Development                                | <b>5,437,612,565.07</b>                | 4,911,892,293.45 |
| Profit or loss attributable to<br>non-controlling interests                                  | <b>228,376,328.64</b>                  | 123,052,658.47   |
| <b>VI. Other comprehensive income, net of tax</b>  | <b>-167,642.00</b>                     | 4,312,214.44     |
| Other comprehensive income, net of tax<br>attributable to owners of Shuanghui<br>Development | <b>-85,497.42</b>                      | 2,199,229.36     |
| Including: Item that may be reclassified<br>subsequently to profit or loss                   | <b>-85,497.42</b>                      | 2,199,229.36     |
| Including: Change in cash flow hedge   | <b>-85,497.42</b>                      | 2,199,229.36     |
| Other comprehensive income, net of tax<br>attributable to non-controlling interests          | <b>-82,144.58</b>                      | 2,112,985.08     |
| <b>VII. Total comprehensive income</b>   | <b>5,665,821,251.71</b>                | 5,039,257,166.36 |
| Total comprehensive income attributable to<br>owners of Shuanghui Development                | <b>5,437,527,067.65</b>                | 4,914,091,522.81 |
| Total comprehensive income attributable to<br>non-controlling interests                      | <b>228,294,184.06</b>                  | 125,165,643.55   |
| <b>VIII. Earnings per share</b>  |  |                  |
| (1) Basic earnings per share   | <b>1.6382</b>                          | 1.4798           |
| (2) Diluted earnings per share   | <b>1.6382</b>                          | 1.4798           |

**SHUANGHUI DEVELOPMENT**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*As at December 31, 2019*

|   | As at December 31,<br>2019<br><i>RMB</i><br>(audited) | As at January 1,<br>2019<br><i>RMB</i><br>(audited) |
|---|---|---|
| <b>Current assets:</b>                                |   |   |
| Cash and bank balances                                | 3,455,331,419.03                                      | 2,800,713,026.56                                    |
| Loan receivables from financial institutions          | 100,000,000.00  | 450,000,000.00                                      |
| Exchange financial assets                             | 3,052,713,858.41                                      | —   |
| Financial assets at fair value through profit or loss | —   | 2,170,530,780.47                                    |
| Derivative financial instruments                      | —   | 167,642.00  |
| Bills receivables                                     | 58,965,192.00   | 61,994,944.86                                       |
| Trade receivables                                     | 153,998,532.63  | 99,999,810.27                                       |
| Prepayments   | 212,027,935.58  | 64,440,053.91                                       |
| Other receivables                                     | 85,654,976.38   | 33,507,703.90                                       |
| Inventories   | 8,801,425,418.16                                      | 4,244,810,831.87                                    |
| Loans receivables                                     | 24,600,000.00   | 19,680,000.00                                       |
| Other current assets                                  | 358,528,085.64  | 319,931,613.75                                      |
| <b>Total current assets</b>                           | <b>16,303,245,417.83</b>                              | <b>10,265,776,407.59</b>                            |
| <b>Non-current assets:</b>                            |   |   |
| Available-for-sale investments                        | —   | 46,686,591.59                                       |
| Long-term equity investments                          | 177,519,153.68  | 177,794,468.80                                      |
| Other non-current financial assets                    | 66,370,029.04   | —   |
| Fixed assets  | 10,575,391,363.86                                     | 11,158,559,254.58                                   |
| Construction in progress                              | 174,313,486.48  | 111,511,869.18                                      |
| Biological assets                                     | 54,434,108.35   | 66,116,743.94                                       |
| Intangible assets                                     | 980,706,917.51  | 847,401,736.92                                      |
| Development cost                                      | 2,735,535.77  | —   |
| Long-term prepaid expenses                            | 72,615,850.60   | 73,335,792.73                                       |
| Deferred tax assets                                   | 205,139,943.50  | 110,588,566.39                                      |
| Other non-current assets                              | 20,868,724.50   | 6,753,169.60  |
| <b>Total non-current assets</b>                       | <b>12,330,095,113.29</b>                              | <b>12,598,748,193.73</b>                            |
| <b>Total assets</b>                                   | <b>28,633,340,531.12</b>                              | <b>22,864,524,601.32</b>                            |

**SHUANGHUI DEVELOPMENT**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)**

*As at December 31, 2019*

|   | As at December 31,<br>2019<br><i>RMB</i><br>(audited) | As at January 1,<br>2019<br><i>RMB</i><br>(audited) |
|---|---|---|
| <b>Current liabilities:</b>                             |   |   |
| Short-term borrowings                                   | 3,277,465,169.50                                      | 3,130,575,449.85                                    |
| Bills payables  | 137,182,676.99  | —   |
| Trade payables  | 2,946,334,768.68                                      | 1,950,862,639.54                                    |
| Receipts in advance                                     | 1,894,352,662.62                                      | 989,927,170.24                                      |
| Other loans   | 627,543,125.04  | 797,215,000.00                                      |
| Deposit receipts  | 42,218,682.73   | 300,355,133.39                                      |
| Accrued staff costs                                     | 939,141,147.34  | 718,824,302.13                                      |
| Taxation payables                                       | 381,237,939.61  | 333,058,055.49                                      |
| Other payables  | 970,114,482.45  | 706,934,354.82                                      |
| Including: Interest payables                            | 311,406.24  | 7,650,486.02  |
| Dividend payables                                       | 123,607,556.39  | 70,290,553.92                                       |
| Non-current liabilities due within one year             | 67,979,596.11   | 1,129,518.63  |
| <b>Total current liabilities</b>                        | <b>11,283,570,251.07</b>                              | <b>8,928,881,624.09</b>                             |
| <b>Non-current liabilities:</b>                         |   |   |
| Long-term borrowings                                    | 16,188,598.83   | 17,338,134.55                                       |
| Long-term other payables                                | —   | 67,950,000.00                                       |
| Deferred income   | 66,431,735.86   | 71,678,375.41                                       |
| Deferred tax liabilities                                | 151,759,133.03  | 73,493,233.45                                       |
| <b>Total non-current liabilities</b>                    | <b>234,379,467.72</b>                                 | <b>230,459,743.41</b>                               |
| <b>Total liabilities</b>                                | <b>11,517,949,718.79</b>                              | <b>9,159,341,367.50</b>                             |
| <b>Owners' equity:</b>                                  |   |   |
| Share capital   | 3,319,282,190.00                                      | 3,299,558,284.00                                    |
| Capital reserve   | 1,250,180,577.63                                      | 1,231,820,025.63                                    |
| Other reserve   | —   | 85,497.42   |
| Surplus reserve   | 1,831,906,631.94                                      | 1,831,906,631.94                                    |
| General reserve   | 64,079,524.71   | 40,663,724.48                                       |
| Retained profits  | 10,022,251,033.89                                     | 6,637,505,750.36                                    |
| <b>Total equity attributable to owners of Shuanghui</b> |   |   |
| <b>Development</b>                                      | <b>16,487,699,958.17</b>                              | <b>13,041,539,913.83</b>                            |
| Non-controlling interests                               | 627,690,854.16  | 663,643,319.99                                      |
| <b>Total owners' equity</b>                             | <b>17,115,390,812.33</b>                              | <b>13,705,183,233.82</b>                            |
| <b>Total liabilities and owners' equity</b>             | <b>28,633,340,531.12</b>                              | <b>22,864,524,601.32</b>                            |

If you wish to review the Shuanghui Development Annual Report in full, please visit [www.szse.cn](http://www.szse.cn).

By order of the board of directors of  
**WH Group Limited**  
**Wan Long**  
*Chairman and Chief Executive Officer*

Hong Kong, March 24, 2020

*As at the date of this announcement, the executive directors of the Company are Mr. WAN Long, Mr. WAN Hongjian, Mr. GUO Lijun, Mr. SULLIVAN Kenneth Marc and Mr. MA Xiangjie; the non-executive director of the Company is Mr. JIAO Shuge; and the independent non-executive directors of the Company are Mr. HUANG Ming, Mr. LEE Conway Kong Wai and Mr. LAU, Jin Tin Don.*