

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**WH Group Limited**

**萬洲國際有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 288)**

**UNAUDITED FINANCIAL RESULTS FOR  
THE NINE MONTHS ENDED SEPTEMBER 30, 2018 OF  
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO., LTD.**

On October 30, 2018 after trading hours (Hong Kong time), Shuanghui Development released its quarterly report for the nine months ended September 30, 2018.

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 73.25% equity interest in Shuanghui Development. On October 30, 2018, Shuanghui Development filed its quarterly report with the Shenzhen Stock Exchange for the nine months ended September 30, 2018 (the “**Shuanghui Development Quarterly Report**”). It is important to note that the unaudited consolidated financial results contained in Shuanghui Development Quarterly 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 NINE MONTHS ENDED SEPTEMBER 30, 2018**

For the nine months ended September 30, 2018, Shuanghui Development processed 12.03 million hogs, representing an increase of 19.27% from the comparable period of 2017. External sales volume of meat products was 2.36 million metric tons, representing an increase of 3.66% from the comparable period of 2017. Turnover decreased by 1.83% from the comparable period of 2017 to RMB36,654 million. Net profit increased by 14.51% from the comparable period of 2017 to RMB3,774 million.

The unaudited consolidated statement of profit or loss and other comprehensive income for the nine months ended September 30, 2018 and the unaudited consolidated statement of financial position as at September 30, 2018 contained in Shuanghui Development Quarterly Report are provided below:

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

*For the nine months ended September 30, 2018*

	<b>For the nine months ended September 30,</b>	
	<b>2018</b>	<b>2017</b>
	<b>RMB</b>	<b>RMB</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>I. Total operating income</b>	<b>36,654,291,304.43</b>	37,335,947,729.00
Including: Operating income	<b>36,516,236,728.35</b>	37,266,733,711.94
Interest income	<b>137,898,953.44</b>	69,056,648.97
Handling and commission income	<b>155,622.64</b>	157,368.09
<b>II. Total operating costs</b>	<b>32,157,219,574.33</b>	33,277,943,198.89
Including: Operating costs	<b>28,745,146,313.67</b>	30,031,611,150.88
Interest expenses	<b>13,690,939.80</b>	6,979,192.98
Handling and commission charges	<b>648,005.25</b>	630,688.70
Business tax and levies	<b>264,585,917.55</b>	262,488,053.00
Selling expenses	<b>1,951,414,354.82</b>	1,832,155,380.08
Administrative expenses	<b>793,698,275.34</b>	796,639,180.11
Research expenses	<b>49,185,646.33</b>	42,354,809.17
Financial expenses	<b>50,292,911.12</b>	62,982,052.84
Including: Interest expenses	<b>69,130,447.10</b>	70,779,879.87
Interest income	<b>20,624,392.71</b>	19,508,130.68
Impairment losses of assets	<b>288,557,210.45</b>	242,102,691.13
Add: Other income	<b>192,721,756.34</b>	3,415,443.44
Investment income	<b>31,325,955.79</b>	44,977,169.58
Including: Income from investments in associates and joint ventures	<b>10,392,225.91</b>	14,025,168.32
Gain on fair value changes	<b>12,662,684.93</b>	-
Loss on disposal of assets	<b>-686,418.67</b>	-4,303,078.82
<b>III. Operating profit</b>	<b>4,733,095,708.49</b>	4,102,094,064.31
Add: Non-operating income	<b>23,356,649.23</b>	160,832,186.51
Less: Non-operating expenses	<b>13,661,109.05</b>	17,104,641.32
<b>IV. Total profit</b>	<b>4,742,791,248.67</b>	4,245,821,609.50
Less: Income tax expenses	<b>969,080,281.84</b>	950,348,960.81
<b>V. Net profit</b>	<b>3,773,710,966.83</b>	3,295,472,648.69
Including: Net profit from continuing operations	<b>3,773,710,966.83</b>	3,295,472,648.69
Net profit from discontinued operations	<b>-</b>	-
Net profit attributable to owners of Shuanghui Development	<b>3,652,275,948.62</b>	3,151,038,717.00
Profit or loss attributable to non-controlling interests	<b>121,435,018.21</b>	144,433,931.69
<b>VI. Other comprehensive income, net of tax</b>	<b>4,461,833.88</b>	-15,464,983.12
Other comprehensive income, net of tax attributable to owners of Shuanghui Development	<b>2,275,535.27</b>	-7,887,141.39
Including: Item that may be reclassified subsequently to profit or loss	<b>2,275,535.27</b>	-7,887,141.39
Including: Fair value change in cash flow hedge	<b>2,275,535.27</b>	-7,887,141.39
Other comprehensive income, net of tax attributable to non-controlling interests	<b>2,186,298.61</b>	-7,577,841.73
<b>VII. Total comprehensive income</b>	<b>3,778,172,800.71</b>	3,280,007,665.57
Total comprehensive income attributable to owners of Shuanghui Development	<b>3,654,551,483.89</b>	3,143,151,575.61
Total comprehensive income attributable to non-controlling interests	<b>123,621,316.82</b>	136,856,089.96
<b>VIII. Earnings per share:</b>		
(1) Basic earnings per share	<b>1.1069</b>	0.9550
(2) Diluted earnings per share	<b>1.1069</b>	0.9550

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

*As at September 30, 2018*

	As at September 30, 2018 RMB (unaudited)	As at January 1, 2018 RMB (audited)
<b>Current assets:</b>		
Cash and bank balances	3,833,059,504.51	6,162,804,240.18
Loan receivables from financial institutions	170,000,000.00	–
Financial assets at fair value through profit or loss	2,012,662,684.93	–
Derivative financial instruments	317,261.44	–
Bills and trade receivables	148,145,512.32	161,019,197.60
Including: Bills receivables	37,889,002.12	25,975,745.00
Trade receivables	110,256,510.20	135,043,452.60
Prepayments	32,685,515.75	75,313,646.39
Other receivables	59,348,900.76	10,432,491.67
Inventories	3,818,578,615.06	2,928,255,410.86
Non-current assets due within one year	2,849,780.53	2,334,033.96
Loans receivables	609,391,200.00	399,417,500.00
Other current assets	479,439,271.99	276,958,347.30
<b>Total current assets</b>	<b>11,166,478,247.29</b>	<b>10,016,534,867.96</b>
<b>Non current assets:</b>		
Available-for-sale investments	44,686,591.59	44,686,591.59
Long-term equity investments	172,802,716.59	175,762,503.25
Fixed assets	10,891,871,729.01	11,499,807,659.66
Construction in progress	376,011,087.87	158,186,690.22
Biological assets	68,329,687.07	68,785,210.07
Intangible assets	951,009,945.99	1,005,343,551.24
Long-term prepaid expenses	58,115,071.76	67,108,747.01
Deferred tax assets	50,356,551.69	47,532,004.86
Other non-current assets	7,949,770.27	5,318,333.85
<b>Total non-current assets</b>	<b>12,621,133,151.84</b>	<b>13,072,531,291.75</b>
<b>Total assets</b>	<b>23,787,611,399.13</b>	<b>23,089,066,159.71</b>
<b>Current liabilities:</b>		
Short-term borrowings	2,484,000,000.00	1,942,107,168.85
Deposit receipts	428,083,776.14	533,822,757.49
Derivative financial instruments	–	4,144,572.44
Bills and trade payables	1,900,132,730.94	1,848,353,162.03
Receipts in advance	834,714,050.31	562,009,399.87
Other loans	765,420,961.25	785,481,761.26
Accrued staff costs	539,980,565.53	611,283,942.17
Taxes payables	412,441,496.31	294,627,389.87
Other payables	629,036,695.80	821,834,498.53
Non-current liabilities due within one year	338,386.05	320,950.78
Other current liabilities	–	3,053,448.99
<b>Total current liabilities</b>	<b>7,994,148,662.33</b>	<b>7,407,039,052.28</b>

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

*As at September 30, 2018*

	<b>As at September 30, 2018 RMB (unaudited)</b>	<b>As at January 1, 2018 RMB (audited)</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	5,075,790.72	5,135,212.55
Long-term other payables	67,950,000.00	68,300,000.00
Deferred income	72,408,978.16	74,120,410.78
Deferred tax liabilities	66,073,982.60	67,143,222.92
<b>Total non-current liabilities</b>	<b>211,508,751.48</b>	<b>214,698,846.25</b>
<b>Total liabilities</b>	<b>8,205,657,413.81</b>	<b>7,621,737,898.53</b>
<b>Owners' equity:</b>		
Share capital	3,299,558,284.00	3,299,558,284.00
Capital reserve	1,917,973,418.78	1,885,053,364.53
Other reserve	161,803.33	-2,113,731.94
Surplus reserve	1,831,906,631.94	1,831,906,631.94
General reserve	708,827.78	708,827.78
Retained profits	7,624,732,609.70	7,601,970,773.48
<b>Total equity attributable to owners of Shuanghui Development</b>	<b>14,675,041,575.53</b>	<b>14,617,084,149.79</b>
Non-controlling interests	906,912,409.79	850,244,111.39
<b>Total owners' equity</b>	<b>15,581,953,985.32</b>	<b>15,467,328,261.18</b>
<b>Total liabilities and owners' equity</b>	<b>23,787,611,399.13</b>	<b>23,089,066,159.71</b>

If you wish to review the Shuanghui Development Quarterly 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, October 30, 2018

*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.*