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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, 2018 OF**  
**HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO., LTD.**

On March 15, 2019 after trading hours (Hong Kong time), Shuanghui Development released its annual report for the year ended December 31, 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 March 15, 2019, Shuanghui Development filed its annual report with the Shenzhen Stock Exchange for the year ended December 31, 2018 (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, 2018**

For the year ended December 31, 2018, Shuanghui Development processed 16.31 million hogs, representing an increase of 14.27% from the comparable period of 2017. External sales volume of meat products was 3.13 million metric tons, representing an increase of 0.96% from the comparable period of 2017. Turnover decreased by 3.25% from the comparable period of 2017 to RMB48,932 million. Net profit increased by 12.55% from the comparable period of 2017 to RMB5,076 million.

The audited consolidated statement of profit or loss and other comprehensive income for the year ended December 31, 2018 and the audited consolidated statement of financial position as at December 31, 2018 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, 2018*

	For the year ended December 31,	
	2018	2017
	<i>RMB</i>	<i>RMB</i>
	(audited)	(audited)
<b>I. Total operating income</b>	<b>48,931,881,952.23</b>	50,574,851,529.30
Including: Operating income	<b>48,767,403,388.05</b>	50,443,861,236.89
Interest income	<b>164,263,842.52</b>	130,779,635.27
Handling and commission income	<b>214,721.66</b>	210,657.14
<b>II. Total operating costs</b>	<b>42,964,453,306.60</b>	45,182,932,811.40
Including: Operating costs	<b>38,323,644,965.03</b>	40,907,132,171.75
Interest expenses	<b>22,017,425.06</b>	12,043,267.23
Handling and commission charges	<b>868,519.69</b>	823,156.61
Business tax and levies	<b>343,442,248.17</b>	345,909,650.67
Selling expenses	<b>2,632,248,299.45</b>	2,402,089,608.92
Administrative expenses	<b>1,129,291,602.90</b>	1,070,127,433.13
Research expenses	<b>72,577,451.11</b>	58,209,422.24
Financial expenses	<b>55,322,548.02</b>	55,120,256.41
Including: Interest expenses	<b>88,148,798.84</b>	87,407,990.68
Interest income	<b>36,052,532.01</b>	46,172,271.08
Impairment losses of assets	<b>385,040,247.17</b>	331,477,844.44
Add: Other income	<b>259,272,817.77</b>	3,474,798.82
Investment income	<b>47,525,525.79</b>	74,139,388.13
Including: Income from investments in associates and joint ventures	<b>15,370,516.15</b>	15,146,825.33
Gain on fair value change	<b>30,237,766.77</b>	—
Gain on disposal of assets	<b>42,650,859.31</b>	77,568,804.23
<b>III. Operating profit</b>	<b>6,347,115,615.27</b>	5,547,101,709.08
Add: Non-operating income	<b>14,007,661.58</b>	242,208,162.35
Less: Non-operating expenses	<b>29,483,769.30</b>	30,123,040.83
<b>IV. Total profit</b>	<b>6,331,639,507.55</b>	5,759,186,830.60
Less: Income tax expenses	<b>1,255,235,179.85</b>	1,248,654,226.69
<b>V. Net profit</b>	<b>5,076,404,327.70</b>	4,510,532,603.91
Including: Net profit from continuing operations	<b>5,076,404,327.70</b>	4,510,532,603.91
Net profit from discontinued operations	—	—
Net profit attributable to owners of Shuanghui Development	<b>4,914,501,208.55</b>	4,319,299,922.47
Profit or loss attributable to non-controlling interests	<b>161,903,119.15</b>	191,232,681.44

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

*For the year ended December 31, 2018*

	<b>For the year ended December 31,</b>	
	<b>2018</b>	<b>2017</b>
	<b>RMB</b>	<b>RMB</b>
	<b>(audited)</b>	<b>(audited)</b>
<b>VI. Other comprehensive income, net of tax</b>	<b>4,312,214.44</b>	-4,144,572.44
Other comprehensive income, net of tax attributable to owners of Shuanghui Development	<b>2,199,229.36</b>	-2,113,731.94
Including: Item that may be reclassified subsequently to profit or loss	<b>2,199,229.36</b>	-2,113,731.94
Including: Fair value change in cash flow hedge	<b>2,199,229.36</b>	-2,113,731.94
Other comprehensive income, net of tax attributable to non-controlling interests	<b>2,112,985.08</b>	-2,030,840.50
<b>VII. Total comprehensive income</b>	<b>5,080,716,542.14</b>	4,506,388,031.47
Total comprehensive income attributable to owners of Shuanghui Development	<b>4,916,700,437.91</b>	4,317,186,190.53
Total comprehensive income attributable to non-controlling interests	<b>164,016,104.23</b>	189,201,840.94
<b>VIII. Earnings per share:</b>		
(1) Basic earnings per share	<b>1.4894</b>	1.3091
(2) Diluted earnings per share	<b>1.4894</b>	1.3091

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

*As at December 31, 2018*

	As at December 31, 2018 <i>RMB</i> (audited)	As at January 1, 2018 <i>RMB</i> (audited)
<b>Current assets:</b>		
Cash and bank balances	2,617,940,968.03	6,162,804,240.18
Loan receivables from financial institutions	450,000,000.00	—
Financial assets at fair value through profit or loss	1,870,237,766.77	—
Derivative financial instruments	167,642.00	—
Bills and trade receivables	161,664,872.90	161,019,197.60
Including: Bills receivables	61,994,944.86	25,975,745.00
Trade receivables	99,669,928.04	135,043,452.60
Prepayments	64,050,206.51	75,313,646.39
Other receivables	32,551,664.54	10,432,491.67
Inventories	4,228,364,762.60	2,928,255,410.86
Non-current assets due within one year	—	2,334,033.96
Loans receivables	19,680,000.00	399,417,500.00
Other current assets	316,414,966.42	276,958,347.30
<b>Total current assets</b>	<b>9,761,072,849.77</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	177,794,468.80	175,762,503.25
Fixed assets	11,098,468,389.10	11,499,807,659.66
Construction in progress	111,507,284.76	158,186,690.22
Biological assets	66,116,743.94	68,785,210.07
Intangible assets	942,118,451.68	1,005,343,551.24
Long-term prepaid expenses	73,335,792.73	67,108,747.01
Deferred tax assets	66,060,578.82	47,532,004.86
Other non-current assets	6,753,169.60	5,318,333.85
<b>Total non-current assets</b>	<b>12,586,841,471.02</b>	<b>13,072,531,291.75</b>
<b>Total assets</b>	<b>22,347,914,320.79</b>	<b>23,089,066,159.71</b>

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

*As at December 31, 2018*

	As at December 31, 2018 <i>RMB</i> (audited)	As at January 1, 2018 <i>RMB</i> (audited)
<b>Current liabilities:</b>		
Short-term borrowings	2,322,205,449.85	1,942,107,168.85
Deposit receipts	393,057,593.39	533,822,757.49
Derivative financial instruments	—	4,144,572.44
Bills and trade payables	1,928,279,778.28	1,848,353,162.03
Receipts in advance	986,899,635.58	562,009,399.87
Other loans	797,215,000.00	785,481,761.26
Accrued staff costs	711,003,794.43	611,283,942.17
Taxation payables	329,137,207.58	294,627,389.87
Other payables	662,749,127.93	821,834,498.53
Including: Interest payables	3,664,635.84	4,034,079.23
Dividend payables	70,290,553.92	140,023,774.05
Non-current liabilities due within one year	338,807.39	320,950.78
Other current liabilities	—	3,053,448.99
<b>Total current liabilities</b>	<b>8,130,886,394.43</b>	<b>7,407,039,052.28</b>
<b>Non-current liabilities:</b>		
Long-term borrowings	5,082,110.88	5,135,212.55
Long-term other payables	67,950,000.00	68,300,000.00
Deferred income	71,280,953.69	74,120,410.78
Deferred tax liabilities	73,493,233.45	67,143,222.92
<b>Total non-current liabilities</b>	<b>217,806,298.02</b>	<b>214,698,846.25</b>
<b>Total liabilities</b>	<b>8,348,692,692.45</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	1,924,528,015.79	1,885,053,364.53
Other reserve	85,497.42	-2,113,731.94
Surplus reserve	1,831,906,631.94	1,831,906,631.94
General reserve	24,398,234.69	708,827.78
Retained profits	5,893,666,007.12	7,601,970,773.48
<b>Total equity attributable to owners of</b>		
<b>Shuanghui Development</b>	<b>12,974,142,670.96</b>	<b>14,617,084,149.79</b>
Non-controlling interests	1,025,078,957.38	850,244,111.39
<b>Total owners' equity</b>	<b>13,999,221,628.34</b>	<b>15,467,328,261.18</b>
<b>Total liabilities and owners' equity</b>	<b>22,347,914,320.79</b>	<b>23,089,066,159.71</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 15, 2019

*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.*