

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)

AUDITED FINANCIAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2022 OF
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO., LTD.

On 28 March 2023 after trading hours (Hong Kong time), Shuanghui Development released its annual report for the year ended 31 December 2022.

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 70.33% equity interest in Shuanghui Development. On 28 March 2023, Shuanghui Development filed its annual report with the Shenzhen Stock Exchange for the year ended 31 December 2022 (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 31 DECEMBER 2022

For the year ended 31 December 2022, Shuanghui Development's external sales volume of meat products was 3.15 million tons, representing a decrease of 4.5% from the comparable period of 2021. Total operating income decreased by 6.1% from the comparable period of 2021 to RMB62,700 million. Net profit increased by 17.1% from the comparable period of 2021 to RMB5,717 million.

The audited consolidated statement of profit or loss and other comprehensive income for the year ended 31 December 2022 and the audited consolidated statement of financial position as at 31 December 2022 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 31 December 2022

	For the year ended 31 December	
	2022	2021
	<i>RMB</i>	<i>RMB</i>
	(audited)	(audited)
I. Total operating income	62,730,570,471.06	66,797,549,317.92
Including: Operating income	62,575,635,903.48	66,682,260,352.97
Interest income	154,889,125.77	115,244,222.64
Handling and commission income	45,441.81	44,742.31
II. Total operating costs	55,860,560,786.94	59,864,186,686.36
Including: Operating costs	52,319,230,316.51	56,445,024,738.08
Interest expenses	28,984,896.40	23,165,612.19
Handling and commission charges	718,913.00	616,975.05
Tax and levies	342,334,687.12	307,352,126.58
Selling expenses	1,927,132,277.88	1,873,655,774.02
Administrative expenses	1,134,368,088.44	1,081,582,294.29
Research and development expenses	168,376,641.26	143,502,789.78
Financial expenses	-60,585,033.67	-10,713,623.63
Including: Interest expenses	133,892,893.99	130,835,191.63
Interest income	202,072,269.76	141,540,108.42
Add: Other income	313,060,006.46	407,066,820.26
Investment income	106,060,060.87	221,790,275.41
Including: Income from investments in associates and joint ventures	54,455,312.23	39,872,014.23
Gain (loss) on fair value change	3,928,878.03	-25,401,398.98
Reversal of credit impairment (impairment for credit loss)	2,565,260.94	-7,177,010.03
Impairment losses of assets	-279,327,958.12	-1,298,315,292.14
Gain on disposal of assets	124,470,690.86	7,279,016.61

	For the year ended	
	31 December	
	2022	2021
	<i>RMB</i>	<i>RMB</i>
	(audited)	(audited)
III. Operating profit	7,140,766,623.16	6,238,605,042.69
Add: Non-operating income	36,340,352.39	21,790,706.14
Less: Non-operating expenses	17,246,174.58	44,376,490.87
IV. Total profit	7,159,860,800.97	6,216,019,257.96
Less: Income tax expenses	1,442,686,468.99	1,332,386,318.06
V. Net profit	5,717,174,331.98	4,883,632,939.90
Including: Net profit from continuing operations	5,717,174,331.98	4,883,632,939.90
Net profit from discontinued operations	—	—
Net profit attributable to owners of Shuanghui Development	5,620,885,670.80	4,865,939,674.32
Profit or loss attributable to non-controlling interests	96,288,661.18	17,693,265.58
VI. Other comprehensive income, net of tax	-541,360.00	541,360.00
Other comprehensive income, net of tax attributable to owners of Shuanghui Development	-541,360.00	541,360.00
Including: Item that may be reclassified subsequently to profit or loss	-541,360.00	541,360.00
Including: Change in cash flow hedge	-541,360.00	541,360.00
Other comprehensive income, net of tax attributable to non-controlling interests	—	—
VII. Total comprehensive income	5,716,632,971.98	4,884,174,299.90
Total comprehensive income attributable to owners of Shuanghui Development	5,620,344,310.80	4,866,481,034.32
Total comprehensive income attributable to non-controlling interests	96,288,661.18	17,693,265.58
VIII. Earnings per share		
(1) Basic earnings per share	1.6223	1.4044
(2) Diluted earnings per share	1.6223	1.4044

SHUANGHUI DEVELOPMENT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2022

	As at 31 December 2022 <i>RMB</i> (audited)	As at 1 January 2022 <i>RMB</i> (audited)
Current assets:		
Cash and bank balances	5,768,851,029.71	7,839,214,998.41
Loan receivables from financial institutions	100,000,000.00	—
Trading financial assets	1,031,167,727.91	1,464,488,345.16
Derivative financial instruments	166,800.00	541,360.00
Bills receivables	52,376,392.06	49,644,623.85
Trade receivables	184,310,402.93	183,490,883.39
Prepayments	105,101,835.24	169,468,559.79
Other receivables	20,553,141.98	45,487,923.92
Inventories	6,121,265,080.48	5,668,922,729.50
Contract assets	211,454,771.88	292,329,519.14
Non-current assets due within one year	104,755,750.81	—
Loans receivables	221,729,625.00	182,646,750.00
Other current assets	<u>2,154,049,515.93</u>	<u>1,623,777,747.41</u>
Total current assets	<u>16,075,782,073.93</u>	<u>17,520,013,440.57</u>
Non-current assets:		
Debt instrument	—	100,982,165.93
Long-term equity investments	181,891,306.36	338,996,010.05
Other non-current financial assets	63,652,500.00	77,431,624.11
Fixed assets	15,164,822,690.31	10,835,284,270.95
Construction in progress	2,725,774,466.24	3,097,334,463.83
Biological assets	340,454,276.63	185,852,877.10
Right-of-use assets	347,035,472.85	356,417,813.57
Intangible assets	1,223,710,096.79	1,066,835,260.87
Development cost	18,831,695.32	10,836,136.96
Long-term prepaid expenses	59,856,673.38	56,731,906.55
Deferred tax assets	175,010,641.51	117,044,607.35
Other non-current assets	<u>35,157,826.46</u>	<u>213,601,311.62</u>
Total non-current assets	<u>20,336,197,645.85</u>	<u>16,457,348,448.89</u>
Total assets	<u><u>36,411,979,719.78</u></u>	<u><u>33,977,361,889.46</u></u>

	As at 31 December 2022 <i>RMB</i> (audited)	As at 1 January 2022 <i>RMB</i> (audited)
Current liabilities:		
Short-term borrowings	3,147,345,427.65	2,337,955,989.20
Bills payables	—	30,556,600.43
Trade payables	3,918,611,725.99	2,113,309,076.38
Receipts in advance	1,178,373.60	325,104.99
Contract liabilities	3,104,080,675.21	2,222,200,205.37
Other loans	508,443,596.70	930,368,894.04
Deposit receipts	77,735,133.53	67,470,841.70
Accrued staff costs	1,027,867,187.81	942,780,043.65
Taxation payables	478,505,805.58	372,697,900.87
Other payables	902,220,535.41	790,734,964.38
Including: Dividend payables	84,890,733.49	35,308,576.28
Non-current liabilities due within one year	81,472,996.16	13,076,835.54
Other current liabilities	253,404,276.54	152,921,948.77
Total current liabilities	13,500,865,734.18	9,974,398,405.32
Non-current liabilities:		
Long-term borrowings	12,285,534.11	12,830,284.38
Lease liabilities	206,565,239.05	215,796,687.72
Long-term payables	—	65,515,916.45
Deferred income	262,621,205.74	292,012,303.20
Deferred tax liabilities	247,173,732.26	267,097,728.04
Total non-current liabilities	728,645,711.16	853,252,919.79
Total liabilities	14,229,511,445.34	10,827,651,325.11

	As at 31 December 2022 RMB (audited)	As at 1 January 2022 RMB (audited)
Owners' equity:		
Share capital	3,464,661,213.00	3,464,661,213.00
Capital reserve	8,062,645,939.40	8,072,205,204.61
Other reserve	—	541,360.00
Special reserve	9,226,263.26	—
Surplus reserve	1,831,906,631.94	1,831,906,631.94
General reserve	115,634,056.43	110,383,906.78
Retained profits	8,368,731,880.38	9,329,038,411.60
Total equity attributable to owners of Shuanghui Development	21,852,805,984.41	22,808,736,727.93
Non-controlling interests	329,662,290.03	340,973,836.42
Total owners' equity	22,182,468,274.44	23,149,710,564.35
Total liabilities and owners' equity	36,411,979,719.78	33,977,361,889.46

If you wish to review the Shuanghui Development Annual Report in full, please visit www.szse.cn.

By order of the board of directors of
WH Group Limited
Wan Long
Chairman

Hong Kong, 28 March 2023

As at the date of this announcement, the executive directors of the Company are Mr. WAN Long, Mr. GUO Lijun, Mr. WAN Hongwei, Mr. Charles Shane SMITH 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. LAU, Jin Tin Don and Ms. ZHOU Hui.