

Stock Code: 000037, 200037

Notice No.: 2020-041

Short Form of the Stock: Shen Nan Dian A, Shen Nan Dian B

# Shenzhen Nanshan Power Co., Ltd.

## Summary of Semi-Annual Report 2020

### I. Important Notice

The summary is abstract from full-text of semi-annual report, for more details of operating results, financial condition and future development plan of the Company; investors should found in the full-text of semi-annual report that published on media appointed by CSRC.

Prompt of non-standard audit opinion

Applicable  Not applicable

Profit distribution pre-plan of common stock or capitalizing of common reserves pre-plan deliberated by the Board in the reporting period

Applicable  Not applicable

The Company has no plans of cash dividend distributed, no bonus shares and has no share converted from capital reserve.

Profit distribution pre-plan of preferred stock deliberated and approved by the Board in the reporting period

Applicable  Not applicable

### II. Company profile

#### 1. Company Profile

Short form of the stock	Shen Nan Dian A, Shen Nan Dian B	Stock code	000037, 200037
Stock exchange for listing	Shenzhen Stock Exchange		
Person/Way to contact	Secretary of the Board		Rep. of security affairs
Name	Zhang Jie		
Office add.	16/F-17/F, Hantang Building, OCT, Nanshan District, Shenzhen, Guangdong Province		
Tel.	0755-26003611		
E-mail	investor@nspower.com.cn		

#### 2. Main accounting data and financial indexes

Whether it has retroactive adjustment or re-statement on previous accounting data or not

Yes  No

	Current period	Same period of last year	Increase/decrease in this report y-o-y
Operating revenue (RMB)	518,150,606.21	408,124,616.38	26.96%
Net profit attributable to shareholders of the listed company (RMB)	52,040,498.42	-25,283,190.82	-305.83%
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses (RMB)	10,149,730.42	-28,106,510.82	-136.11%
Net cash flow arising from operating activities (RMB)	69,936,561.46	56,217,376.89	24.40%
Basic earnings per share (RMB/Share)	0.09	-0.04	-325.00%
Diluted earnings per share (RMB/Share)	0.09	-0.04	-325.00%
Weighted average ROE	0.51%	-1.43%	1.94%
	End of current period	End of last period	Increase/decrease in this report-end over that of last period-end
Total assets (RMB)	3,051,547,885.42	3,219,261,720.55	-5.21%
Net assets attributable to shareholder of listed company (RMB)	2,042,758,054.74	2,002,772,808.24	2.00%

### 3. Number of shares and shares held

In Share

Total common stock shareholders in reporting period-end		23,874	Total preference shareholders with voting rights recovered at end of reporting period (if applicable)	0	
Top ten shareholders					
Full name of Shareholders	Nature of shareholder	Proportion of shares held	Shareholding numbers	Amount of restricted shares held	Number of share pledged/frozen
					State of share
HONG KONG NAM HOI (INTERNATIONAL) LTD	Overseas corporate	15.28%	92,123,248		
Shenzhen Guangju Industrial Co., Ltd.	State-owned corporate	12.22%	73,666,824		
Shenzhen Energy Group Co., Ltd.	State-owned corporate	10.80%	65,106,130		
Gaohua—HSBC—GOLDMAN, SACHS & CO.LLC	Overseas corporate	2.13%	12,839,723		
BOCI SECURITIES LIMITED	Overseas corporate	1.72%	10,389,282		

Liu Fang	Domestic nature person	1.70%	10,237,134			
China Merchants Securities (HK) Co., Limited	State-owned corporate	1.32%	7,955,128			
Zeng Ying	Domestic nature person	1.25%	7,559,600			
Meiyi Investment Property Co., Ltd.	Domestic non-state-owned corporate	0.87%	5,216,700			
LI SHERYN ZHAN MING	Overseas nature person	0.84%	5,067,200			
Explanation on associated relationship among the aforesaid shareholders	1. 100% equity of HONG KONG NAM HOI (INTERNATIONAL) LIMITED are held by SHENZHEN ENERGY (GROUP) CO., LTD 2. The Company is unknown whether there exists associated relationship or belongs to the consistent actor among the other shareholders.					
Shareholders involving margin business (if applicable)	Among the top ten shareholders, Ms. Liu Fang holds 4,031,688 shares through credit transaction guarantee securities account					

#### 4. Changes of controlling shareholders or actual controller

Changes of controlling shareholders in reporting period

Applicable  Not applicable

Changes of controlling shareholders had no change in reporting period.

Changes of actual controller in reporting period

Applicable  Not applicable

Changes of actual controller in reporting period had no change in reporting period.

#### 5. Total preferred stock shareholders of the Company and shares held by top ten shareholders with preferred stock held

Applicable  Not applicable

No preferred stock in reporting period.

#### 6. Corporation Bonds

Whether the Company has a corporation bonds that issuance publicly and listed on stock exchange and without due on the date when annual report approved for released or fail to cash in full on due

No

### III. Discussion and analysis by the Management Team

#### 1. Introduction of operation in the reporting period

In the first half of 2020, the sudden outbreak of novel coronavirus pneumonia brought an unprecedentedly huge impact on China and the global economy. Affected by the novel coronavirus pneumonia epidemic, the demand for power in the whole society has shrunk sharply. According to statistics from relevant departments, from January to June, the province's total electricity consumption was

296.484 billion kWh, a year-on-year decrease of 2.07%.

Facing the dual test of the epidemic and the industry situation, the company withstood the pressure, forged ahead against the trend, strictly implemented the overall deployment and requirements of the Central Committee of the Communist Party of China, the State Council, provincial, municipal, and district governments and higher-level units to respond to the epidemic, and earnestly implemented epidemic prevention and control work, while overcoming difficulties to do a good job in production and operation management, and go all out to minimize the negative impact of the epidemic on the company. After the full resumption of work and production, the company intensified its efforts to take serious measures to safe production, stock operation and transformation development. On the premise of ensuring safety and epidemic prevention and control, the company has achieved good results in production, operation, and management.

The first was industrial coordination and strategic cooperation for common development. The company negotiated and transferred the 70% equity of Shen Nan Dian Dongguan Company it held directly and indirectly to Shenzhen Gas and signed the Resource Strategic Cooperation Agreement to give full play to the advantages of the two parties in terms of resources, technology, market and facilities to achieve resource complementarity, enhance the overall competitiveness of both parties in their respective fields, and create conditions for the company to reduce burdens, increase efficiency and generate income, and seek transformation and development. The second was one factory one policy, and scientific marketing created good results. In the face of the difficult production situation that the demand for electricity in the society continued to be insufficient from February to April this year, on the one hand, the company paid close attention to improving the efficiency and reducing consumption of power generation equipment, and on the other hand, it adopted marketing measures such as market-based competition calculation models and "one factory one policy" marketing strategy, strived to seize market opportunities, and actively strived for more economic electricity share. At the same time, through strategic cooperation and healthy competition, strived to minimize the cost of natural gas procurement. The third was capital-driven, rejected the dross and assimilated the essence to seek transformation. Guided by the annual working ideas of actively exploring advanced manufacturing, life and health, new-generation information technology, technology and finance and other high-end manufacturing industry and innovative industry project resources and business fields, on the one hand, relying on the platform advantages of major shareholders, it's planned to participate in the investment of Yuanzhi Ruixin New Generation Information Technology Equity Investment Fund as a limited partner. On the other hand, extensively sought opportunities for high-quality projects and explored effective paths for transformation and development. The fourth was stability and long-term development, guaranteed long-term security to promote development. While doing a good job in fighting the novel coronavirus pneumonia epidemic, the company strived to lay a solid foundation for safe production, established and completed a series of safety index management and production guarantee systems, and further strengthened risk classification control and hidden danger investigation and treatment. As of the end of this reporting period, the company has achieved a total of 5,895 days of safe production, creating a new situation with the best safety record in the company's history, the epidemic prevention and control work has also achieved phased results.

During the reporting period, the Company has achieved a revenue in operation of 5181.5 million Yuan, the net profit attributable to shareholders of the listed company amounted as 52.04 million Yuan and basic EPS was 0.09 Yuan.

## 2. Relevant items involving financial report

### **(1) Particulars about the changes in aspect of accounting policy, estimates and calculation method compared with the financial report of last fiscal period**

Applicable  Not applicable

On 5 July 2017, the Accounting Standards for Business Enterprises No.14- Revenue (hereinafter referred to as New Revenue Standard) was revised and issued by the Ministry of Finance. The New Revenue Standard requires the enterprises listed at home and aboard at the same time, as well as the enterprise listed aboard and prepare their financial reports using IFRS or accounting standards

for business enterprise, shall be implemented from 1 Jan. 2018; other listed enterprise at home shall be implemented from 1 Jan. 2020. In view of this, the Company will implement the New Revenue Standard since 1 Jan. 2020.

After assessment, the implementation of New Revenue Standard will not lead to significant changes in the Company's revenue recognition, and has no significant impact on the financial status and operating results.

## **(2) Major accounting errors within reporting period that needs retrospective restatement**

Applicable  Not applicable

No major accounting errors within reporting period that needs retrospective restatement for the Company in reporting period.

## **(3) Particulars about the change of consolidation range compared with the financial report of last fiscal period**

Applicable  Not applicable

On March 5 and March 23, 2020, the Eleventh Extraordinary Meeting of the Company's Eighth Board of Directors and the 2020 First Extraordinary General Meeting of Shareholders respectively reviewed and approved the Proposal on the Agreement to Transfer 70% Equity of Shen Nan Dian (Dongguan) Weimei Electric Power Co., Ltd.", agreeing to transfer 70% equity of Shen Nan Dian Dongguan Company directly and indirectly held by the company to Shenzhen Gas at a total price of 104.98 million yuan. On 10 April 2020, we received a notice from Shen Nan Dian Dongguan Company, the alteration registration procedures for industry and commerce has completed, and obtained the Business License issued by Dongguan Market Supervision & Administration Bureau and Notice of Approval of Registration of Change. After equity transfer completed, Shen Nan Dian Dongguan Company is no longer included in the consolidate scope of the Company.