



華潤燃氣控股有限公司
China Resources Gas Group Limited

CR GAS'S INTERIM TURNOVER SURGES 76% TO HK\$9,786 MILLION, WITH NET PROFIT UP BY 41% TO HK\$1,072 MILLION

Results Highlights:

- Turnover for the first half of 2013 leaped by 76% to HK\$9,786 million
- Profit attributable to owners of the Company for the first half of 2013 increased by 41% to HK\$1,072 million
- Gas sales volume increased by 47% to 6.25 billion m³
- Made new investments of some RMB236 million in 10 city gas projects in China

Benefiting from acquisitions and organic growth, China Resources Gas Group Limited or the Company, stock code: 1193; together with its subsidiaries as the Group sustained strong growth of 76% and 41% year-on-year in turnover and profit attributable to owners of the Company to HK\$9,786 million and HK\$1,072 million respectively for the six months ended 30 June 2013.

The Group's board of directors has resolved to declare the payment of an interim dividend of 2.0 HK cents per share for the six months ended 30 June 2013 (2012 interim period: 2.0 HK cents per share).

During the period under review, gas sales volume of the Group increased by 47% year-on-year to 6.25 billion m³, and connection fee income grew by 111% year-on-year to HK\$1,747 million.

The Group's financial results for the six months ended 30 June 2013 are as follows:

With regard to the increase in natural gas city gate price on 10 July 2013, CR Gas has already passed through the price increase for projects located in Chongqing, Sichuan, Shandong, Hunan, Hubei, Henan and Hebei which accounts for about 80% of total gas sales volume in the first half of 2013. We are confident to complete the price increase pass through eventually, similar to the price increase pass through in 2010. The core issue is that even after the price increase, the cost of natural gas is still about 30% more competitive than fuel oil and electricity, on a similar heat content basis.

Commenting on the outlook for the natural gas industry, Mr Wang added: The PRC government intends to increase the natural gas utilisation rate to 7.5% within the by 2015 from 2012's 4.7%. To increase natural gas supply, the pipelines and were constructed with the support of the PRC government. Construction of pipelines of Liquefied

Natural Gas terminals in coastal cities of the PRC are actively in progress. Once completed these upstream infrastructure projects will significantly increase the supply of natural gas in the PRC by 2015.

Mr Wang said: The Company is further assured of adequate gas supply by leveraging on the strategic gas supply arrangements made with China National Petroleum Corporation, China Petroleum & Chemical Corporation and CNOOC Gas & Power Group. With such gas supply arrangements and the Group's continued business expansion through organic growth and acquisitions, CR Gas aspires to become the PRC leading city gas distribution company in the foreseeable future.

As at 30 June 2013, the Group operated 2013 , tcn.0182 Tc[2013]]TJETEMC /P A/CID 111>BDC BT1 0 0

China Resources Gas Group Limited
(Stock code: 1193)
Unaudited Condensed Consolidated Statement of Profit Or Loss And
Other Comprehensive Income
for the six months ended 30 June 2013

	For the six months ended 30 June 2013 HK\$'000 (unaudited)	2012 (unaudited and restated)	% increase
Turnover	9,785,834	5,571,777	76%
Cost of sales	<u>(6,507,973)</u>	<u>(3,816,856)</u>	71%
Gross profit	3,277,861	1,754,921	87%
Other income	288,473	124,959	131%
Selling and distribution expenses	<u>(1,028,322)</u>	(556,000)	85%
Administrative expenses	<u>(836,339)</u>	(475,290)	76%
Finance costs	<u>(296,504)</u>	(104,608)	183%
Share of results of joint ventures	411,976	398,141	3%
Share of results of associates	<u>60,809</u>	<u>45,860</u>	33%
Profit before taxation	1,877,954	1,187,983	58%
Taxation	<u>(394,476)</u>	<u>(239,471)</u>	65%
Profit for the period	<u>1,483,478</u>	<u>948,512</u>	56%
Other comprehensive income (expense) for the period			
Items that will not be reclassified to profit or loss:			
Exchange differences arising on translation	280,322	(123,414)	327%
Share of exchange differences of joint ventures/ associates	<u>130,865</u>	<u>(34,777)</u>	476%
	<u>411,187</u>	<u>(158,191)</u>	360%
Total comprehensive income for the period	<u>1,894,665</u>	<u>790,321</u>	140%
Profit for the period attributable to:			
Owners of the Company	1,072,135	762,030	41%
Non-controlling interests	<u>411,343</u>	<u>186,482</u>	121%
	<u>1,483,478</u>	<u>948,512</u>	56%
Total comprehensive income for the period attributable to:			
Owners of the Company	1,429,949	618,333	131%
Non-controlling interests	<u>464,716</u>	<u>171,988</u>	170%
	<u>1,894,665</u>	<u>790,321</u>	140%
Proposed interim dividends per share	HK cents <u>2</u>	HK cents <u>2</u>	0%
Earnings per share			
Basic	<u>48</u>	<u>38</u>	26%
Diluted	<u>48</u>	<u>38</u>	26%