



SHOUGANG FUSHAN RESOURCES GROUP LIMITED

首鋼福山資源集團有限公司

Stock Code 股份代號 : 639

2022 中期業績發佈
Interim Results





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Robust Financial Results

3,267 million HKD

EBITDA

▲ 140%

1,607 million HKD

Attributable Profit

Against
All Interim
Highs

64%

Gross Margin

31.80 HK cents

Basic EPS

10%

Interim ROE

Sustainable Shareholder Returns

15 HK cents per share

Interim Dividend

▲ 7 HK cents per share

YoY

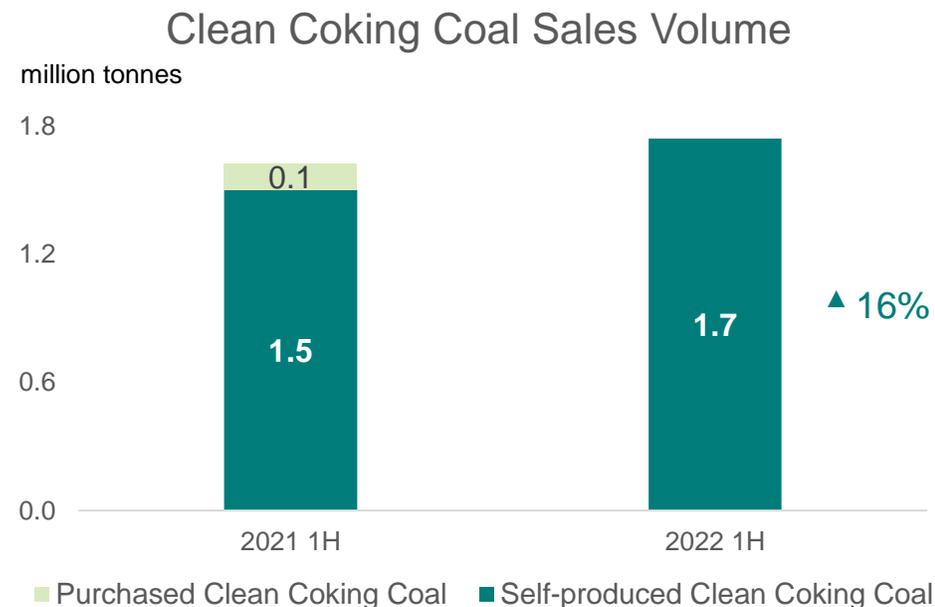
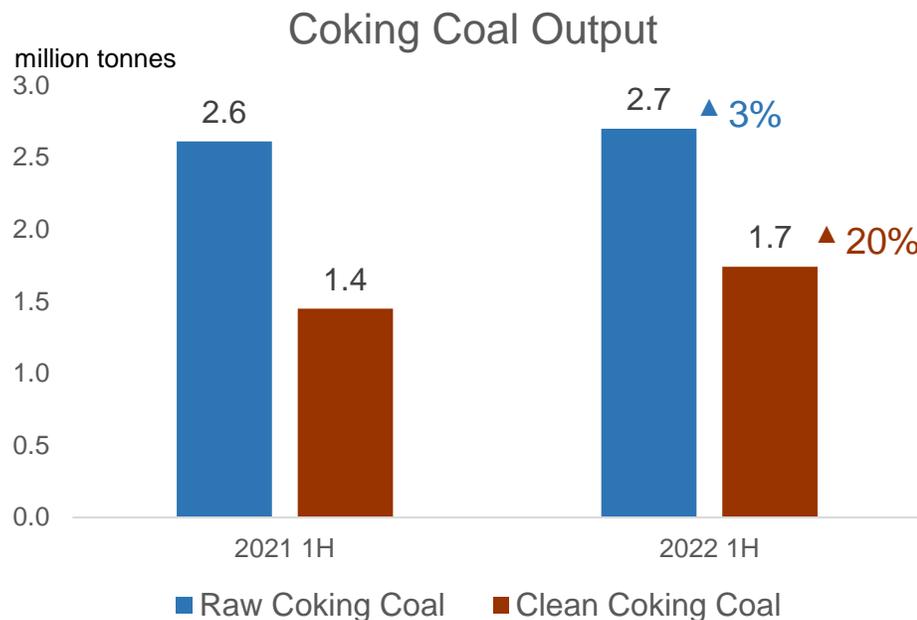
11%

Dividend Yield (annualised,
close price of 30 Aug. 2022)

Clean Coal Bin of Jinjiazhuang Mine
Coal Preparation Plant



Safe Operation and Increased Sales

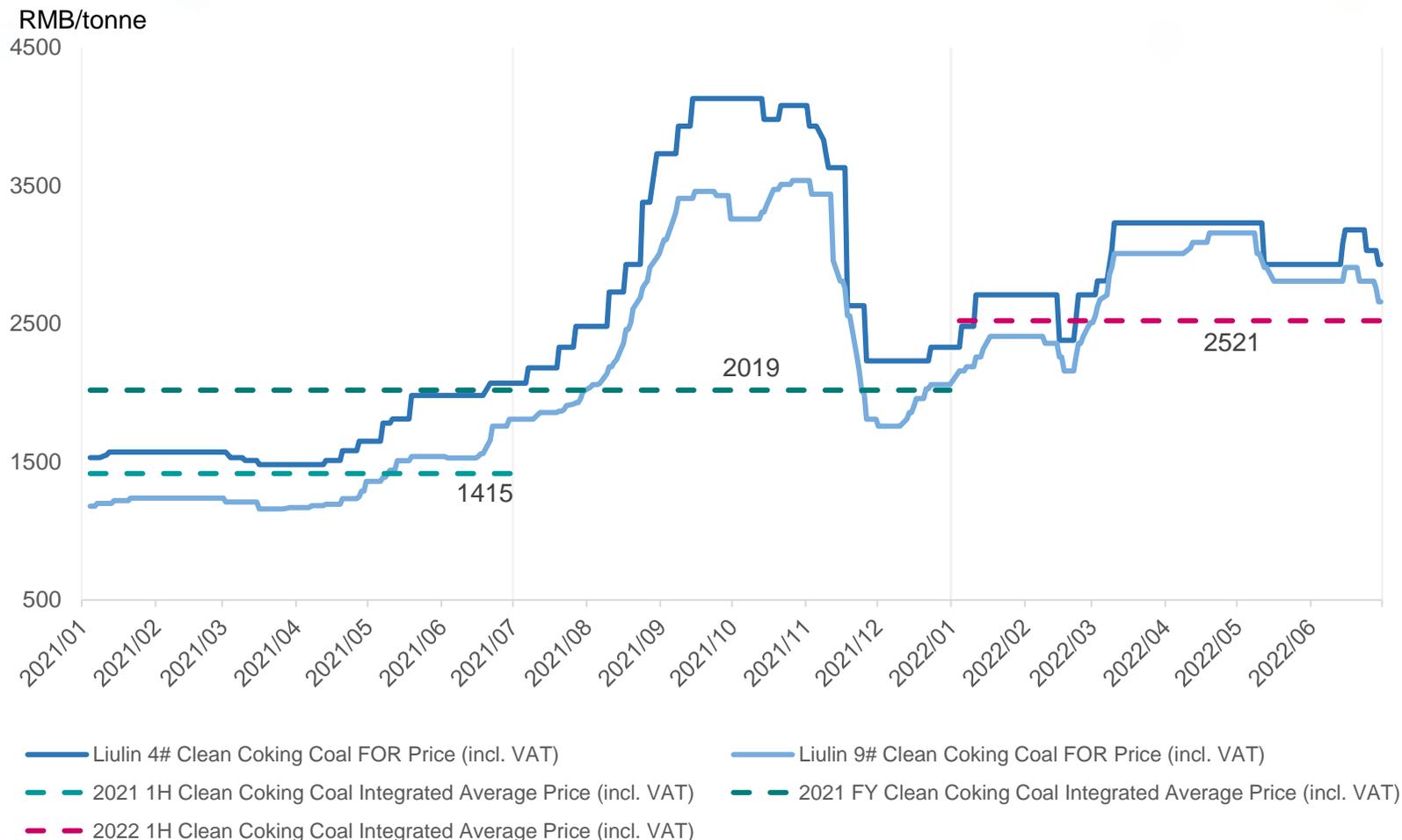


- Keep safe operation with stable raw coking coal output, accomplished 51% of our annual raw coking coal production capacity in 2022 1H
- The clean coking coal washing yield stabilised with both clean coking coal production and sales volume increased

Coal Prices Remain High with Volatility



Benchmark vs Company's Clean Coking Coal Price

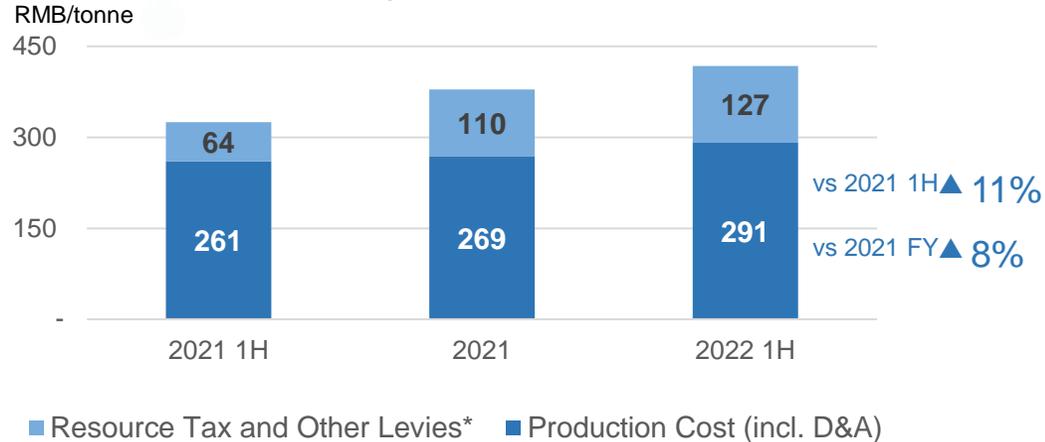


- In 2022 1H, the benchmark Liulin 4# clean coking coal FOR price increased almost 80% YoY
- In 2022 1H, Shougang Resources seized the market opportunity and the Company's clean coking coal integrated average price was still in-line with the market

Continue to Improve Quality and Efficiency with Dedicated Operation

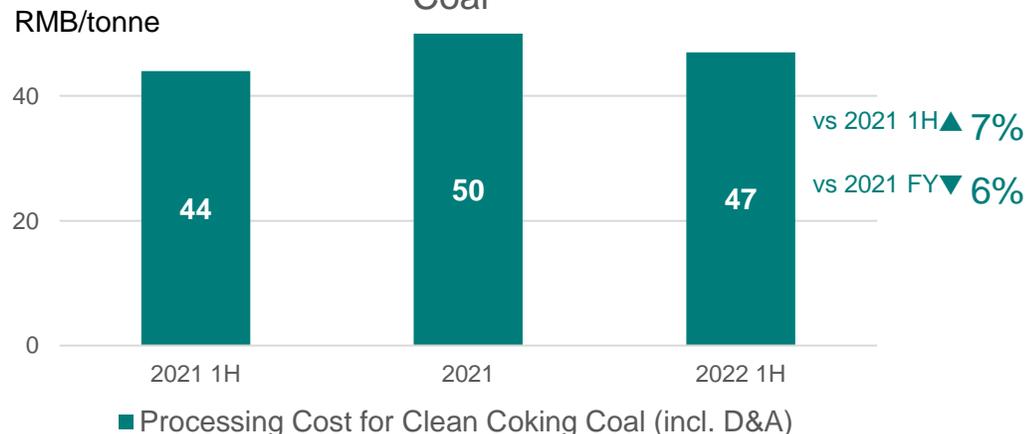


Unit Raw Coking Coal Production Cost*



- The unit raw coking coal production cost increased by 11% YoY, net of the resource tax and other levies, mainly due to:
 - Rising material and power market prices
 - Further rising costs (or accrued) of safety and environmental protection
 - Increasing material consumption by “110 operation approach” and 4# residual coal mining etc. (but improve mine value)
 - Accrued year-end bonus for the employees
- Although facing inflation pressure, Shougang Resources makes great efforts to improve quality and efficiency through every operation unit, such as decreasing wastage and gas generation, etc., to control rising costs

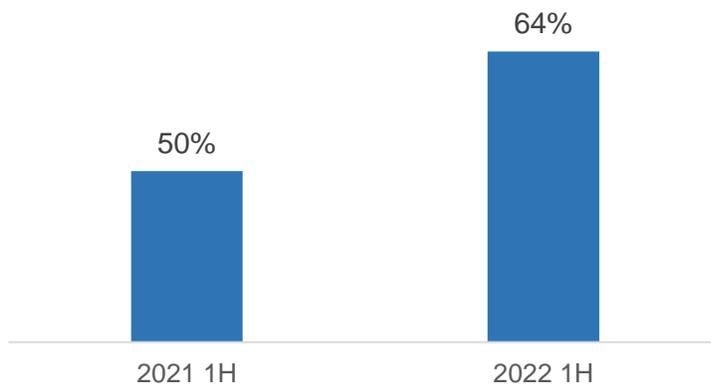
Unit Processing Cost for Clean Coking Coal



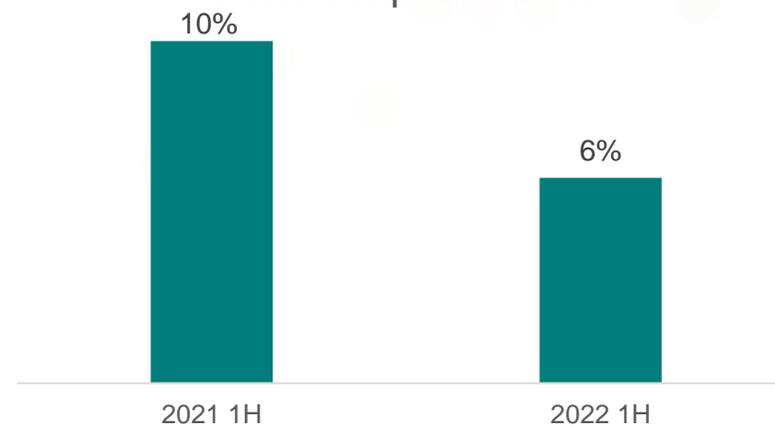
* Exclude one-off additional amortisation of relocation and reconstruction costs for village located in Xingwu Coal Mine amounting to 201 million HKD
* Other Levies include other VAT related levies, water resources fee, mine environmental restoration fund and land restoration fee



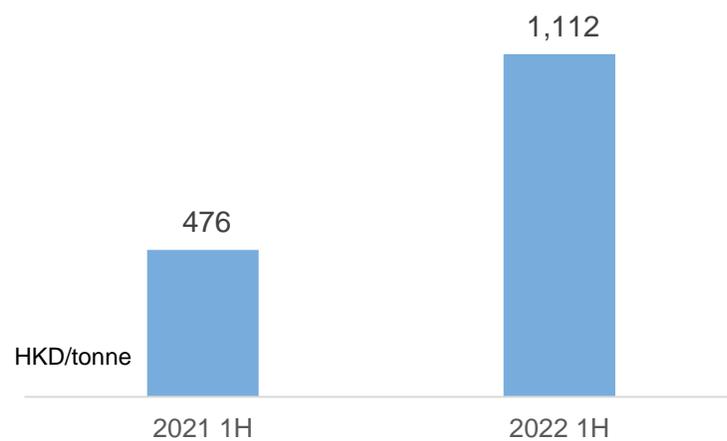
Gross Margin



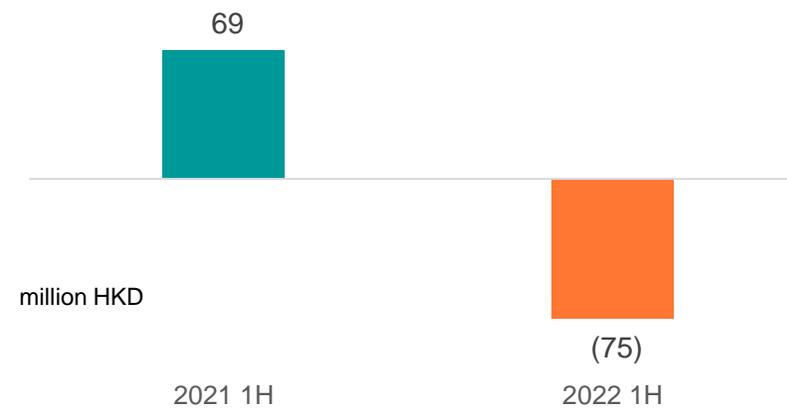
Period expense ratio



Net Profit per Sales tonne



Net foreign exchange gain/(loss)

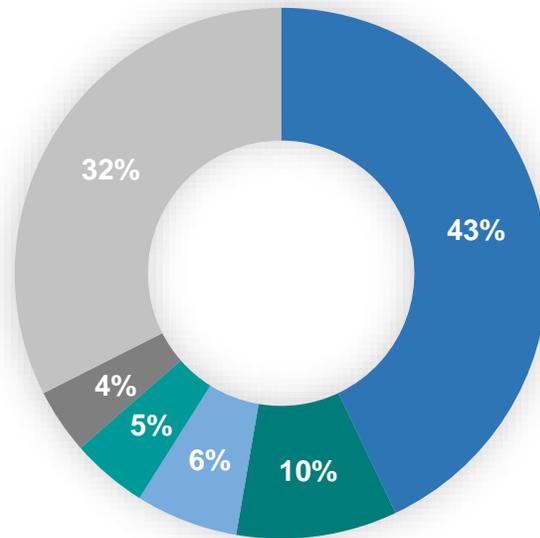


Be Reliable Supplier Keep Returning to the Shareholders



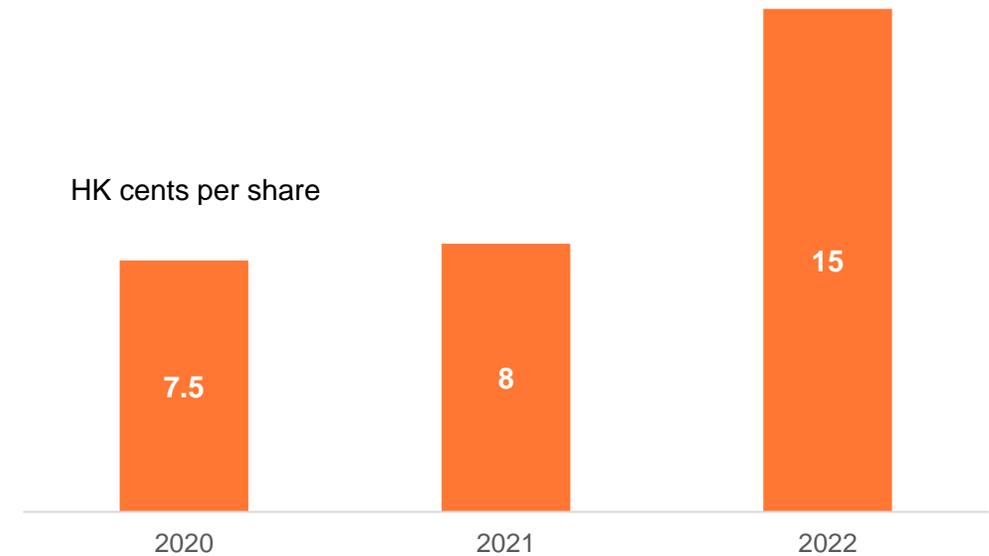
Stable core customers
Expand sales range
Flexible sales strategy

- Shougang Group
- Taiyuan Iron & Steel
- Benxi Iron & Steel
- Hongan Coking
- Jinze Coal & Coking
- Others



Interim Dividend

HK cents per share



Be Responsible Enterprise Building Green and Smart Mine



Low concentration gas
generation project



Updated sludge dewatering system
of sewage treatment in
Jinjazhuang and Zhaiyadi Mines



Building green and smart mine
ESG related targets plan moving ahead



Strengthen enterprise governance
Adjust employees structure
Enhance team cohesion





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