



OUHUA ENERGY HOLDINGS LIMITED
(Incorporated in Bermuda on 3 January 2006)
(Company Registration Number 37791)

**CORRIGENDUM AND FURTHER DETAILS – UNAUDITED FINANCIAL STATEMENTS
ANNOUNCEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2019**

The board of directors of Ouhua Energy Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its unaudited financial statements announcement for the second quarter ended 30 June 2019, which was released on 8 August 2019 (the “**Announcement**”).

The Company wishes to clarify that in paragraph 1(b)(i) of the unaudited financial statements, which may be found on page 3, the line following “Net assets” should read as follows:

“Issued capital and reserves attributable to the owners of the Company”

The Company further wishes to clarify that paragraph 1(c) of the unaudited financial statements, which may be found on page 5, should read as follows:

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 June 2019

RMB'000	Second quarter ended	
	30-Jun-19	30-Jun-18
	Unaudited	Unaudited
Cash flows from operating activities		
Profit before income tax	(23,255)	1,900
Adjustments for:		-
Depreciation of property, plant and	2,728	5,146
Interest income	(101)	(75)
Interest expense	2,569	2,232
Loss on disposal of financial asset at fair value	-	-
Fair value (gain) on financial assets at fair value	-	-
Operating profit before working capital changes	<u>(18,059)</u>	<u>9,203</u>
Working capital changes:		
Inventories	9,299	(39,899)
Trade and other receivables	11,264	(33,920)
Due from related parties	8,232	21,845
Trade and other payables	(113,618)	93,072
Margin deposit	0	27
Income tax payable	-	(672)
Cash generated from/(used in) operations	<u>(102,883)</u>	<u>49,657</u>
Interest paid	181	(2,232)
Interest received	(80)	75
Income tax paid	-	-
Net cash generated from/(used in) operating	<u>(102,781)</u>	<u>47,500</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,350)	(2,535)
Proceeds from disposal of investment	-	-
Net cash flows generated from investing activities	<u>(5,350)</u>	<u>(2,535)</u>
Cash flows from financing activities		
Decrease in pledged fixed deposits	21,424	
Receipt from related parties	(0)	
Payment to holding		(1,585)
Proceeds from bank borrowings	(35,989)	28,025
Repayment of bank borrowings	150,725	(11,000)
Interest paid	(4,238)	-
Net cash (used in)/generated from financing	<u>131,922</u>	<u>15,440</u>
activities		
Exchange differences arising from translation of	(540)	(999)
Net increase/(decrease) in cash and cash	<u>23,251</u>	<u>59,406</u>
Cash and cash equivalents at beginning of the	<u>27,370</u>	<u>56,212</u>
Cash and cash equivalents at end of the financial	<u><u>50,621</u></u>	<u><u>115,618</u></u>

Save as disclosed above, there are no other changes to be made to the Announcement.

By Order of the Board
Liang Guo Zhan
Executive Chairman

15 August 2019