

**SINOSTAR PEC HOLDINGS LIMITED**  
**(Company Registration No.: 200609833N)**

This QR announcement is mandatory made pursuant to the Singapore Exchange's requirements as required under Listing Rule 705(2).

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	The Group			Note	The Group		
	3 months ended 30 June		+/-		6 months ended 30 June		+/-
	2022	2021			2022	2021	
	RMB'000	RMB'000	%		RMB'000	RMB'000	%
Revenue	1,058,587	1,138,017	(7.0)	4.2	2,180,865	2,098,400	3.9
Cost of sales	(1,042,560)	(948,110)	10.0		(2,079,459)	(1,798,648)	15.6
Gross profit	16,027	189,907	(91.6)		101,406	299,752	(66.2)
Other income	2,115	2,569	(17.6)		4,212	6,169	(31.7)
Distribution costs	(11)	(15)	(28.7)		(29)	(30)	(3.3)
Administrative costs	(6,662)	(5,534)	20.4		(13,130)	(11,894)	10.4
Other operating expense	(31)	(167)	(81.3)		(75)	(365)	(79.5)
Finance costs	(12,494)	(13,814)	(9.6)		(25,071)	(22,365)	12.1
(Loss)/profit before taxation	(1,056)	172,946	(100.6)	5	67,313	271,267	(75.2)
Income tax expense	(5,610)	(44,563)	(87.4)	6	(23,687)	(68,511)	(65.4)
Total comprehensive (loss)/profit for the period	(6,666)	128,383	(105.2)		43,626	202,756	(78.5)
<b>Attributable to:</b>							
Equity holders of the Company	(10,299)	97,513			27,956	156,850	
Non-controlling interests	3,633	30,870			15,670	45,906	
	(6,666)	128,383			43,626	202,756	
<b>Earnings per share attributable to equity holders of the Company (RMB cents per share)</b>							
Basic	(1.61)	15.24			4.37	24.51	
Diluted	(1.61)	15.24			4.37	24.51	

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

	Note	The Group		The Company	
		30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
<b>ASSETS</b>					
<b>NON-CURRENT ASSETS</b>					
Property, plant and equipment		1,684,683	1,744,144	-	-
Right-of-use assets		4,002	4,002	-	-
Land use rights		90,123	90,547	-	-
Goodwill on consolidation	8	10,345	10,345	-	-
Investment in subsidiary corporations		-	-	250,041	250,041
Financial asset, at fair value through other comprehensive income	9	79,761	79,761	-	-
		<u>1,868,914</u>	<u>1,928,799</u>	<u>250,041</u>	<u>250,041</u>
<b>CURRENT ASSETS</b>					
Land use rights		1,085	1,088	-	-
Inventories	10	300,480	258,811	-	-
Trade and other receivables	11	28,982	54,335	-	-
Amount owing by a subsidiary corporation	11	-	-	7,752	7,487
Amounts owing by affiliated companies	11	254	12,404	-	-
Prepayments	12	6,664	2,983	-	-
Cash and bank balances		550,066	702,615	2,514	1,828
		<u>887,531</u>	<u>1,032,236</u>	<u>10,266</u>	<u>9,315</u>
<b>TOTAL ASSETS</b>		<u>2,756,445</u>	<u>2,961,035</u>	<u>260,307</u>	<u>259,356</u>
<b>EQUITY</b>					
<b>Equity attributable to equity holders of the parents</b>					
<b>ASSETS</b>					
Share capital	13	316,125	316,125	316,125	316,125
Retained profits/(accumulated losses)		534,864	525,368	(56,953)	(58,934)
Fair value reserves		34,517	34,517	-	-
Capital reserves		250,000	250,000	-	-
Other reserves		122,554	122,576	-	-
		<u>1,258,060</u>	<u>1,248,586</u>	<u>259,172</u>	<u>257,191</u>
Non-controlling interests		283,541	267,871	-	-
<b>TOTAL EQUITY</b>		<u>1,541,601</u>	<u>1,516,457</u>	<u>259,172</u>	<u>257,191</u>
<b>LIABILITIES</b>					
<b>NON-CURRENT LIABILITIES</b>					
Loans from non-controlling interest	14	350,000	450,000	-	-
Bank borrowings	14	390,000	420,000	-	-
Lease liabilities		3,911	3,911	-	-
		<u>743,911</u>	<u>873,911</u>	<u>-</u>	<u>-</u>
<b>CURRENT LIABILITIES</b>					
Loan from non-controlling interests	14	200,000	175,000	-	-
Bank borrowings	14	60,000	60,000	-	-
Lease liabilities		497	497	-	-
Trade and other payables	15	205,522	169,833	1,135	2,165
Amounts owing to affiliated companies	15	1,819	151,819	-	-
Current tax payable		6,095	13,518	-	-
		<u>470,933</u>	<u>570,677</u>	<u>1,135</u>	<u>2,165</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>2,756,445</u>	<u>2,961,035</u>	<u>260,307</u>	<u>259,356</u>

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

STATEMENT OF CHANGES IN EQUITY - GROUP

	Share capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary Common reserve RMB'000	Sub-total RMB'000			
<b>1 January 2022 to 30 June 2022</b>										
Balance as at 1 January 2022	316,125	525,368	34,517	250,000	121,779	797	122,576	1,248,586	267,871	1,516,457
Total comprehensive income for the period	-	27,956	-	-	-	-	-	27,956	15,670	43,626
Dividend paid for the period	-	(18,482)	-	-	-	-	-	(18,482)	-	(18,482)
Transfer to statutory common reserve	-	22	-	-	(22)	-	(22)	-	-	-
Balance as at 30 June 2022	316,125	534,864	34,517	250,000	121,757	797	122,554	1,258,060	283,541	1,541,601

	Share capital RMB'000	Retained earnings RMB'000	Fair value reserve RMB'000	Capital reserve RMB'000	Other reserves			Equity attributable to owners RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
					Statutory common reserve RMB'000	Voluntary Common reserve RMB'000	Sub-total RMB'000			
<b>1 January 2021 to 30 June 2021</b>										
Balance as at 1 January 2021	316,125	334,224	34,517	250,000	91,009	797	91,806	1,026,672	197,976	1,224,648
Total comprehensive income for the period	-	156,850	-	-	-	-	-	156,850	45,906	202,756
Dividend paid for the period	-	(15,509)	-	-	-	-	-	(15,509)	-	(15,509)
Transfer to statutory common reserve	-	(527)	-	-	527	-	527	-	-	-
Balance as at 30 June 2021	316,125	475,038	34,517	250,000	91,536	797	92,333	1,168,013	243,882	1,411,895

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)****STATEMENT OF CHANGES IN EQUITY - COMPANY**

<b>1 January 2022 to 30 June 2022</b>	<b>Share capital RMB'000</b>	<b>Accumulated losses RMB'000</b>	<b>Total equity RMB'000</b>
Balance as at 1 January 2022	316,125	(58,934)	257,191
Total comprehensive income for the period	-	20,463	20,463
Dividend paid	-	(18,482)	(18,482)
Balance as at 30 June 2022	<u>316,125</u>	<u>(56,953)</u>	<u>259,172</u>

<b>1 January 2021 to 30 June 2021</b>	<b>Share capital RMB'000</b>	<b>Accumulated losses RMB'000</b>	<b>Total equity RMB'000</b>
Balance as at 1 January 2021	316,125	(58,684)	257,441
Total comprehensive income for the period	-	18,560	18,560
Dividend paid	-	(15,509)	(15,509)
Balance as at 30 June 2021	<u>316,125</u>	<u>(55,633)</u>	<u>260,492</u>

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	The Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
<b>Cash flows from operating activities</b>		
Profit for the period	67,313	271,267
Adjustments for:-		
Depreciation of property, plant and equipment	80,872	68,136
Amortisation of land use rights	567	544
Loss on disposal of property, plant and equipment	-	20
Property, plant and equipment written off	31	-
Interest expense	25,071	22,365
Interest income	(4,094)	(2,884)
<b>Operating profit before working capital changes</b>	169,760	359,448
Changes in working capital:		
Change in inventories	(41,669)	(67,614)
Change in amount owing by/(to) affiliated companies	(137,850)	(3,273)
Change in operating receivables	21,672	(17,019)
Change in operating payables	32,689	61,443
<b>Cash generated from operations</b>	44,602	332,985
Income tax paid	(31,110)	(66,131)
<b>Net cash generated from operating activities</b>	13,492	266,854
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(22,631)	(27,400)
Proceeds from sales of property, plant and equipment	1,189	73
Acquisition of land use rights	(140)	(144)
Interest received	4,094	2,884
<b>Net cash used in investing activities</b>	(17,488)	(24,587)
<b>Cash flows from financing activity</b>		
Dividend paid	(18,482)	(15,509)
Repayment of loan to non-controlling interests	(75,000)	(40,000)
Proceeds from bank borrowings	-	-
Repayment of bank borrowings	(30,000)	(41,250)
Interest paid	(25,071)	(22,365)
<b>Net cash used in financing activities</b>	(148,553)	(119,124)
<b>Net (decrease)/increase in cash and cash equivalents</b>	(152,549)	123,143
<b>Cash and cash equivalents at beginning of period</b>	702,615	352,035
<b>Cash and cash equivalents at end of period</b>	550,066	475,178

For the purpose of the consolidated statement of cash flows, the cash and cash equivalents comprise the following:

Cash on hand	34	25
Bank balances	550,032	465,153
	550,066	475,178

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

### 1. Corporate information

Sinostar PEC Holdings Limited (“the Company”) is incorporated and domiciled in Singapore as a limited liability company. The Company is listed on the Singapore Exchange Mainboard (“SGX-ST”).

The immediate and ultimate holding company of the Company is Intelligent People Holdings Limited (“Intelligent People”), a company which is incorporated in the British Virgin Islands (“BVI”).

The Company’s registered office is located at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712.

The principal activity of the Company is that of an investment holding company. The principal activities of its subsidiary corporations are:

- (a) Manufacture and sale of propylene, polypropylene and LPG products;
- (b) Provide logistics and transportation related services for petroleum products; and
- (c) Manufacture and sale of propylene, purified isobutylene, methyl tert-butyl ether (commonly known as MTBE), hydrogen and mixed gas.

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2022 comprise the Company and its subsidiaries (collectively, “the Group”).

### 2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last interim financial statements for the year ended 31 December 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Chinese Renminbi dollar which is the functional currency of the Company and have been rounded to the nearest thousand (“RMB’000”).

#### 2.1. New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

## **NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

### **2.2. Use of judgements and estimates**

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2021.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is the useful lives of property, plant and equipment. The costs of property, plant and equipment are depreciated using the straight-line to allocate the depreciable amount over the estimated useful life. The useful lives of these assets are estimated by the management using common life expectancies applied in the industry and country of operations. Changes in the expected level of usage and technological developments could impact the economic useful lives of these assets, thus affecting the depreciation charges of property, plant and equipment.

There were no significant changes in critical judgements, estimates and assumptions as compared to the consolidated financial statements as at and for the year ended 31 December 2021.

### **3. Seasonal operations**

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

### **4. Segment and revenue information**

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

1. The gas separation segment is the manufacturing and sales of LPG, propylene, polypropylene, MTBE, hydrogen, isobutylene and other gas.
2. The transport and logistic services segment is the provision of logistics and transportation related services for petroleum products.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1. Reportable segments

	The Group 6 months ended 30 June 2022		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
<b>Revenue</b>			
External customers	2,066,069	114,796	2,180,865
Inter-segment sales	789,513	37	789,550
Total revenue	<u>2,855,582</u>	<u>114,833</u>	<u>2,970,415</u>
<b>Segment assets</b>	<u>2,173,754</u>	<u>21,007</u>	<u>2,194,761</u>
<b>Segment liabilities</b>	<u>23,033</u>	<u>7,330</u>	<u>30,363</u>
<b>Results</b>			
Segment results	<u>93,047</u>	<u>8,541</u>	<u>101,588</u>
<b>Unallocated expenses</b>			
Unallocated corporate expenses			(12,045)
Profit from operations			88,290
Finance income			4,094
Finance cost			(25,071)
Profit before tax			67,313
Tax expense			(23,687)
Profit after tax			<u>43,626</u>
<b>Segments assets for reportable segments</b>			2,194,761
Other assets			
Unallocated			
Amounts owing by affiliated companies			254
Cash and cash equivalents			550,066
Other receivables			1,019
Goodwill on consolidation			10,345
			<u>2,756,445</u>
<b>Segments liabilities for reportable segments</b>			30,363
Other liabilities			
Unallocated			
Other payables			176,567
Amounts owing to affiliated companies			1,819
Bank borrowings			450,000
Loan from non-controlling interest			550,000
Current tax payable			6,095
			<u>1,214,844</u>



NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1. Reportable segments (Cont'd)

	The Group 6 months ended 30 June 2021		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
<b>Revenue</b>			
External customers	1,974,804	123,596	2,098,400
Inter-segment sales	564,857	17	564,874
Total revenue	<u>2,539,661</u>	<u>123,613</u>	<u>2,663,274</u>
<b>Segment assets</b>	<u>2,283,897</u>	<u>49,518</u>	<u>2,333,415</u>
<b>Segment liabilities</b>	<u>33,210</u>	<u>13,520</u>	<u>46,730</u>
<b>Results</b>			
Segment results	<u>283,789</u>	<u>14,836</u>	<u>298,625</u>
<b>Unallocated expenses</b>			
Unallocated corporate expenses			(7,877)
Profit from operations			290,748
Finance income			2,884
Finance cost			(22,365)
Profit before tax			271,267
Tax expense			(68,511)
Profit after tax			<u>202,756</u>
<b>Segments assets for reportable segments</b>			2,333,415
Other assets			
Unallocated			
Amounts owing by affiliated companies			686
Cash and cash equivalents			475,178
Other receivables			849
Goodwill on consolidation			10,345
			<u>2,820,473</u>
<b>Segments liabilities for reportable segments</b>			46,730
Other liabilities			
Unallocated			
Other payables			161,525
Amounts owing to affiliated companies			1,819
Bank borrowings			490,000
Loan from non-controlling interest			665,000
Current tax payable			43,504
			<u>1,408,578</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.2. Disaggregation of Revenue

The Group derives revenue from the transfer of goods and services at a point in time for the following types of services.

	The Group 6 months ended 30 June 2022		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
<b>People's Republic of China</b>			
Liquefied petroleum gas	286,901	-	286,901
Polypropylene	144,817	-	144,817
Premium grade polypropylene	525,334	-	525,334
Methyl Tert-Butyl Ether ("MTBE")	946,388	-	946,388
Propylene II	493	-	493
Hydrogen	81,796	-	81,796
Isobutylene	70,701	-	70,701
Other Gas	9,639	-	9,639
Transport and logistic services	-	114,796	114,796
	2,066,069	114,796	2,180,865

	The Group 6 months ended 30 June 2021		
	Gas Separation RMB'000	Transport and Logistic Services RMB'000	Total RMB'000
<b>People's Republic of China</b>			
Liquefied petroleum gas	245,571	-	245,571
Propylene	82,883	-	82,883
Polypropylene	156,119	-	156,119
Premium grade polypropylene	328,127	-	328,127
Methyl Tert-Butyl Ether ("MTBE")	845,942	-	845,942
Propylene II	124,971	-	124,971
Hydrogen	101,204	-	101,204
Isobutylene	79,344	-	79,344
Other Gas	10,643	-	10,643
Transport and logistic services	-	123,596	123,596
	1,974,804	123,596	2,098,400

5. Profit before taxation

Significant items

	The Group	
	6 months ended 30 June 2022 RMB'000	6 months ended 30 June 2021 RMB'000
<b>Interest income</b>	4,094	2,884
<b>Expenses:</b>		
Interest on borrowings	25,071	22,365
Depreciation of property, plant and equipment	80,872	68,136
Amortisation of land use rights	567	544
Loss on disposal of property, plant and equipment	-	20
Property, plant and equipment written off	31	-

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

### 6. Income tax expense

The Group calculates the financial period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	The Group	
	6 months ended 30 June 2022 RMB'000	6 months ended 30 June 2021 RMB'000
Current income tax expense		
- Profit for the financial period	23,152	67,452
- Under provision in prior financial periods	535	1,059
	<u>23,687</u>	<u>68,511</u>

### 7. Property, plant and equipment

During the six months ended 30 June 2022, the Group acquired assets amounting to RMB22,631,000 (30 June 2021: RMB27,400,000), disposed off assets with net carrying value amounting to RMB1,189,000 (30 June 2021: RMB94,000) and wrote-off assets with net carrying value amounting to RMB31,000 (30 June 2021: RMB Nil).

### 8. Goodwill arising on consolidation

	The Group	
	30 June 2022 RMB'000	31 December 2021 RMB'000
<b>Cost and carrying amount</b>		
Beginning and end of financial period	<u>10,345</u>	<u>10,345</u>

#### 8.1. Goodwill impairment

For the purposes of impairment testing, goodwill has been allocated to the Group's CGUs as follows:

	The Group	
	30 June 2022 RMB'000	31 December 2021 RMB'000
Dongming Changshun Transport Company Limited (东明县昌顺运输有限公司)	2,501	2,501
Dongming Qianhai Petrochemical Co., Ltd. (东明前海化工有限公司)	7,844	7,844
	<u>10,345</u>	<u>10,345</u>

The recoverable amount of a CGU was determined based on value-in-use. Cash flow projections used in the value-in-use calculations were based on financial budgets approved by management covering a five-year period. Cash flows beyond the five-year period were extrapolated using terminal growth rate of 3% (2021: 3%). These cash flows were discounted using a pre-tax discount rate of 10% (2021: 10%) that reflected current market assessment of the time value of money and the risks specific to the CGUs. The growth rate is based on past performance and expectations on market development.

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

### 8. Goodwill arising on consolidation (Cont'd)

#### 8.1. Goodwill impairment (Cont'd)

Management determines that the recoverable amount is higher than the carrying amount. Accordingly, no impairment for allowance is provided. The Group believes that any reasonable possible changes on the above key assumptions are not likely to cause the recoverable amount to be materiality lower than the related carrying amount.

Under the fair value hierarchy, level 3 inputs were used.

### 9. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	The Group	
	30 June 2022 RMB'000	31 December 2021 RMB'000
<b>Equity security (unquoted)</b>		
- Dongming Qianhai Reli Co., Ltd. (东明前海热力有限公司)		
Beginning of financial period	79,761	79,761
Fair value gains recognised in other comprehensive income	-	-
End of financial year	<u>79,761</u>	<u>79,761</u>

Represents 18% of equity interest in Dongming Qianhai Reli Co., Ltd. The Group has elected to measure these equity security at FVOCI due to the Group's intention not to hold these equity instruments for trading but for long-term appreciation.

#### 9.1. Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The following table presents the assets measured at fair value at each reporting date:

	Level 3 RMB'000
<b>30 June 2022</b>	
Financial assets, at FVOCI	<u>79,761</u>
<b>31 December 2021</b>	
Financial assets, at FVOCI	<u>79,761</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

10. Inventories

	The Group		The Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
<b>At cost</b>				
Consumables	75,424	76,155		
Raw materials	23,383	79,481	-	-
Finished goods	201,673	103,175	-	-
	<u>300,480</u>	<u>258,811</u>	-	-

11. Trade and other receivables

	The Group		The Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
Trade receivables				
– Non-related parties	18,197	26,053	-	-
Other receivables				
– Non-related parties	9,766	9,868	-	-
Accrued revenue	-	16,878	-	-
Advances made to staff	1,019	1,395	-	-
Refundable deposits	-	141	-	-
	<u>28,982</u>	<u>54,335</u>	-	-

	The Group		The Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Amount owing by a subsidiary corporation</b>				
Loans to a subsidiary corporation	-	-	7,752	7,487

	The Group		The Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Amount owing by affiliated companies</b>				
	254	12,404	-	-

12. Prepayments

	The Group		The Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
<b>Prepayments</b>				
Raw materials	76	-	-	-
Others	6,588	2,983	-	-
	<u>6,664</u>	<u>2,983</u>	-	-

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

13. Share capital

	The Group and the Company			
	30 June 2022		31 December 2021	
	Number of shares '000	Amount RMB'000	Number of shares '000	Amount RMB'000
Issued and fully paid, with no par value Balance at beginning and at end of interim period	640,000	316,125	640,000	316,125

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings of the Company. All shares rank equally with regard to the Company's residual assets.

14. Borrowings

	The Group		The Company	
	30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
<b>Amount repayable within one year or on demand</b>				
- Secured	60,000 <sup>(a)</sup>	60,000 <sup>(a)</sup>	-	-
- Unsecured	200,000 <sup>(b)</sup>	175,000 <sup>(b)</sup>	-	-
<b>Amount repayable after one year</b>				
- Secured	390,000 <sup>(a)</sup>	420,000 <sup>(a)</sup>	-	-
- Unsecured	350,000 <sup>(b)</sup>	450,000 <sup>(b)</sup>	-	-

(a) Bank borrowings of the subsidiary Dongming Hengchang is secured by a corporate guarantee from an affiliated company, Dongming Zhongyou Fuel & Petrochemical Co., Ltd (东明中油燃料石化有限公司). Full settlement is scheduled by 2 January 2027;

(b) Unsecured loan from non-controlling interest("NCI"), Shandong Dongming Petrochem Group Co., Ltd (山东东明石化集团有限公司).

15. Trade and other payables

	The Group		The Company	
	30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
Trade payables				
- Non-related parties	25,955	69,796	-	-
Other payables				
- Non-related parties	49,173	51,378	1,135	850
Other payables – staff	419	221	-	-
Accruals	41,030	8,228	-	1,315
VAT payables	17,518	14,028	-	-
Other governmental tax payables	2,782	2,375	-	-
Contract liabilities – advance collection from customers	65,645	23,807	-	-
	202,522	169,833	1,135	2,165

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

15. Trade and other payables (Cont'd)

	The Group		The Company	
	30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
Amount owing to affiliated companies				
– Trade	1,819	151,819	-	-

16. Dividends

	The Group	
	6 months ended 30 June 2022 RMB'000	6 months ended 30 June 2021 RMB'000
Ordinary dividend paid:		
- Final tax-exempt (one-tier) dividend paid in respect of previous financial year of S\$ 0.006 (equivalent to RMB 0.0288) [2021: S\$ 0.005 (equivalent to RMB 0.0242)] per share	18,482	15,509

17. Net Asset Value

	The Group		The Company	
	30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
Net asset value per ordinary share	1.97	1.95	0.40	0.40

18. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2022 and 31 December 2021.

	Note	The Group		The Company	
		30 June 2022 RMB'000	31 December 2021 RMB'000	30 June 2022 RMB'000	31 December 2021 RMB'000
Financial Assets					
- At FVOCI	9	79,761	79,761	-	-
- At amortised cost		578,282	767,959	10,266	9,315
		658,043	847,720	10,266	9,315
Financial Liabilities					
- At amortised cost		1,122,803	1,390,850	1,135	2,165

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

### 19. Affiliated companies transactions

As an additional disclosure, the Group disclosed the following significant affiliated companies transactions entered into between the Group and its affiliated companies at terms agreed between the companies:

	The Group	
	6 months ended 30 June 2022 RMB'000	6 months ended 30 June 2021 RMB'000
<b>Sales to affiliated companies</b>		
- 山东东明石化集团有限公司	900	27,380
- 东明石油经销有限公司	1,074	27,241
- 山东东明梨树化学有限公司	180,905	170,559
- 东明中油燃料石化有限公司	45,668	8,633
- 山东润泽化工有限公司	133,488	107,368
<hr/>		
<b>Purchases from affiliated companies</b>		
- 山东润泽化工有限公司	48,627	25,621
- 东明中油燃料石化有限公司	1,319,129	1,023,139
- 山东东明石化集团有限公司	22,313	17,674
- 山东东明梨树化学有限公司	90,824	108,254
- 山东炼化能源集团有限公司	1,347	25,210
- 东明润明油品销售有限公司	102	
- 东明前海热力有限公司	201,055	-
- 江苏新海化工有限公司	58,290	-
- 江苏润海油品销售有限公司	17,613	-
<hr/>		
<b>Contra transactions with affiliated companies</b>		
- 东明润泽化工有限公司	3,752	-
- 东明前海热力有限公司	38,725	-
- 山东劲海化工有限公司	1,441	-
- 东明洁源环保科技有限公司	1,010	-
- 山东东明石化集团电力有限公司	1,295	-
<hr/>		
<b>Interest expenses on loan charged by affiliated company</b>		
- 山东东明石化集团有限公司	14,695	16,596
<hr/>		
<b>Other individually immaterial transactions</b>	5,278	8,476
<hr/>		

Affiliated companies refer to companies in which a director of the Company has an indirect equity interest.

### 20. Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.



## OTHER INFORMATION

### 1. Review

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 30 June 2022 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

### 2. Review of Performance of the Group

The consolidated statement of financial position of Sinostar PEC Holdings Limited and its subsidiaries as at 30 June 2022 and the related consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

#### **Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income**

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; -

#### **Revenue**

2Q2022	3 months ended		3 months ended		+/( - )
	30 June 2022		30 June 2021		
Analysis of Revenue	RMB'000	%	RMB'000	%	%
Processed LPG - Total	424,705	40.1%	332,602	29.2%	27.2%
- Inter-company*	(255,249)	-24.1%	(205,556)	-18.1%	24.2%
Polypropylene	84,153	7.9%	83,424	7.3%	0.9%
Premium grade polypropylene	222,294	21.0%	307,268	27.0%	-27.7%
MTBE	451,542	42.7%	479,967	42.2%	-5.9%
Propylene II - Total	103,595	9.8%	174,464	15.3%	-40.6%
- Inter-company**	(103,103)	-9.7%	(202,644)	-17.8%	-49.1%
Hydrogen	34,990	3.3%	51,910	4.6%	-32.6%
Isobutylene	24,385	2.3%	44,098	3.9%	-44.7%
Other Gas	4,422	0.4%	6,757	0.6%	-34.6%
Logistic & transport related services	66,853	6.3%	65,727	5.8%	1.7%
TOTAL	1,058,587	100.0%	1,138,017	100.0%	-7%

## OTHER INFORMATION (CONT'D)

### 2. Review of Performance of the Group (Cont'd)

#### Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)

##### Revenue (Cont'd)

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; - (Cont'd)

1H2022	6 months ended		6 months ended		+/( - )
	30 June 2022		30 June 2021		
	RMB'000	%	RMB'000	%	%
Analysis of Revenue					
Processed LPG - Total	819,113	37.6%	607,784	29.0%	34.8%
- Inter-company*	(532,212)	-24.4%	(362,213)	-17.3%	46.9%
Propylene	-	0%	82,883	3.9%	-100.0%
Polypropylene	144,817	6.6%	156,119	7.4%	-7.2%
Premium grade polypropylene					
- Total	529,143	24.3%	328,127	15.6%	61.3%
- Inter-company***	(3,809)	-0.2%	-	0%	NM
MTBE	946,388	43.4%	845,942	40.3%	11.9%
Propylene II - Total	253,983	11.6%	327,615	15.6%	-22.5%
- Inter-company**	(253,491)	-11.6%	(202,644)	-9.7%	25.1%
Hydrogen	81,796	3.8%	101,204	4.8%	-19.2%
Isobutylene	70,701	3.2%	79,344	3.8%	-10.9%
Other Gas	9,639	0.4%	10,643	0.5%	-9.4%
Logistic & transport related services	114,797	5.3%	123,596	5.9%	-7.1%
TOTAL	2,180,865	100.0%	2,098,400	100.0%	3.9%

\* supplied of LPG to subsidiary Dongming Qianhai

\*\* supplied of Propylene II to immediate holding company Dongming Hengchang

\*\*\* supplied of Premium grade polypropylene to subsidiary Dongming Qianhai

NM - Not Meaningful

#### (a) Processed LPG

LPG increases by 27.7% from RMB 332.6 million in 2Q21 to RMB 424.7 million in 2Q22, included the inter-company transactions. Although the production output decreases by 13.6%, average selling prices and cost of production ("ACP") increases by 47.8% and 59.0% respectively as compared to 2Q21.

LPG increases by 34.8% from RMB 607.8 million in 1H21 to RMB 819.1 million in 1H22 (included inter-company transactions). Total of 142,412 tonnes produced and sold during 1H22, a decrease of 10.4% as compared to 1H21. However, both the ASP and ACP during the periods increase by 50.4% and 56.7% respectively as compared to 1H21.

#### (b) Propylene

Propylene is used to further process into polypropylene due to higher margin and only excess output will be sold to markets. During the 2Q22 reporting period, all propylene output were used to process to polypropylene and premier grade polypropylene.

Due to the abovementioned, the sale of propylene reduced 100% from RMB 82.9 million in 1H21 to RMB Nil in 1H22.

## OTHER INFORMATION (CONT'D)

### 2. Review of Performance of the Group (Cont'd)

#### **Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

##### **Revenue (Cont'd)**

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; - (Cont'd)

##### **(c) Polypropylene**

Polypropylene increases by 0.9% from RMB 83.4 million in 2Q21 to RMB 84.1 million in 2Q22. Though the production output increase by 1.4% to 11,205 tonnes, revenue is affected by the increase in ACP by 10.7% with ASP decrease by 0.5% as compared to 2Q21.

Polypropylene decreases by 7.2% from RMB 156.1 million in 1H21 to RMB 144.8 million in 1H22 due to lower output that decreases by 7.5% to 19,438 tonnes as compared to 1H21.

##### **(d) Premium grade polypropylene**

Premium grade polypropylene decreases by 27.7% from RMB 307.3 million in 2Q21 to RMB 222.3 million in 2Q22, included the inter-company transactions. Plant maintenance from 28 March 2022 to 21 April 2022 causes the output to reduce by 28.0% to 29,041 tonnes as compared to 2Q21.

For 1H22, total output increases by 63.7% to 70,421 tonnes, resulted in an increase in the revenue by 61.3% from RMB 328.1 million to RMB 529.1 million.

##### **(e) MTBE**

Also being affected by the plant maintenance carried out in the month of April and May. MTBE decreases by 5.9% from RMB 480.0 million in 2Q21 to approximately RMB 451.6 million in 2Q22. Production output decreases by 29.1% to 65,644 tonnes whereas both ASP and ACP during the period increase by 32.7% and 61.9% respectively as compared to 2Q21.

For 1H22, total MTBE increases by 11.9% from RMB 845.9 million in 1H21 to RMB 946.4 million. Although the output decreases by 16.6% to 147,825 tonnes, both the ASP and ACP increase by 34.2% and 56.3% respectively as compared to 1H21.

##### **(f) Propylene II**

Propylene II decreases by 40.6% from RMB 174.5 million in 2Q21 to RMB 103.6 million in 2Q22, (included the inter-company transactions). Mainly due to production output decreases by 41.6% to 14,866 tonnes as compared to 2Q21.

Total revenue decreases by 22.5% from RMB 327.6 million in 1H21 to RMB 254.0 million in 1H22, (included the inter-company transactions). Also due to output decrease by 24.4% to 36,609 tonnes as compared to 1H21.

##### **(g) Hydrogen**

Hydrogen is mainly transacted with an affiliate party for its production utilities consumption. During the period, production output decreases by 32.6% to 2,382 tonnes resulted the revenue to decrease from RMB 51.9 million in 2Q21 to RMB 35.0 million in 2Q22.

For 1H22, a total output of 5,569 tonnes was transacted with a revenue value of RMB 81.8 million.

## OTHER INFORMATION (CONT'D)

### 2. Review of Performance of the Group (Cont'd)

#### **Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

##### **Revenue (Cont'd)**

Highlights on changes in Condensed Interim Statements of Profit or Loss and Other Comprehensive Income items of the Group are as follow; - (Cont'd)

##### **(h) Isobutylene**

Isobutylene decreases by 44.7% from RMB 44.1 million in 2Q21 to RMB 24.4 million in 2Q22. Production output decreases by 59.2% to 2,243 tonnes, with both the ASP and ACP during the reporting period increase by 35.7% and 65.7% respectively as compared to 2Q21.

For 1H22, the total output decreases by 33.6% to 7,196 tonnes, where both ASP and ACP increase by 34.2% and 57.3% respectively resulted the revenue to decrease by 10.9% from RMB 79.3 million to RMB 70.7 million.

##### **(i) Logistics & transport related service**

Revenue from this business increases by 1.7% from RMB 65.7 million in 2Q21 to RMB 66.9 million in 2Q22. However, total revenue for 1H22 decreases by 7.1% from RMB 123.5 million to RMB 114.8 million, mainly due to decrease in demand.

##### **Gross profit**

Gross profit decrease from RMB 189.9 million in 2Q21 to approximately RMB 16.0 million in 2Q22, and from RMB 299.7 million to RMB 101.4 million for 1H22, mainly due to decreases in production and sales volume and lower demands for transportation service.

##### **Other income and expenses**

##### **(a) Other income**

Comprise mainly of bank interest earned on short-term deposits placed with financial institution amounted to approximately RMB 2.0 million and balances on other non-trade receivables in 2Q22. For 1H22, a total of RMB 4.1 million earned from bank interest and balances on non-trade receivables.

##### **(b) Administrative costs**

Increases from RMB 5.5 million in 2Q21 to RMB 6.7 million in 2Q22 mainly due increase in the operation costs of Sinostar PEC. The operating costs consist of staff cost, directors and legal and professional fees.

##### **(c) Finance costs**

Interests incurred on the loan from non-controlling interest amounted to RMB 7.3 million and RMB 5.2 million on external bank borrowing in 2Q22.

For 1H22, total of RMB 14.7 million interest paid to non-controlling interest and balance on bank loan.

## OTHER INFORMATION (CONT'D)

### 2. Review of Performance of the Group (Cont'd)

#### **Condensed Interim Consolidated Statements of Profit or Loss and Other Comprehensive Income (Cont'd)**

##### **Other income and expenses (Cont'd)**

###### **(d) Taxation**

Interests reduced are in tandem to decrease in sale transaction activities.

##### **Net Loss**

The Group made a loss of RMB 10.3 million in 2Q22 attributed to the equity holders of the company, as compared to profit of RMB 97.5 million in 2Q21.

For 1H22, a total profit of RMB 28.0 million was attributed to the equity holders of the company as compares to RMB 156.8 million in 1H21.

#### **Condensed Interim Consolidated Statements of Financial Positions**

Highlights on changes in Condensed Interim Consolidated Statements of Financial Positions items of the Group are as follow; -

###### **(a) Property, plant and equipment**

Decrease is mainly due to depreciation charge during the financial period.

###### **(b) Inventories**

Inventories comprise of approximately RMB 75.4 million of consumables, RMB 23.4 million of raw materials and equivalent value of RMB 201.7 million on finished petrochemical products, recorded at cost.

###### **(c) Prepayment**

Increase is mainly due to amount paid to suppliers for raw materials and for equipment replacement.

###### **(d) Non-controlling interest**

Represent 30% controlling stake in subsidiary Dongming Qianhai by Dongming Petrochem Group.

###### **(e) Loan from non-controlling interests**

This is from non-controlling interest Dongming Petrochem Group (represent 30% minority stake in subsidiary Dongming Qianhai) to finance the working capital use in Dongming Qianhai since acquisition. Loan is unsecured, bearing interest at 4.75% per annum with scheduled quarterly repayments till April 2025. There was a repayment of RMB 50.0 million made in 2Q22.

###### **(f) Bank Borrowings**

Comprise of capital loan from bank to finance Dongming Hengchang's new polypropylene construction. The loan is carrying at floating rate of 4.41% per annum and repayment is made every half yearly. A repayment of RMB 30.0 million was made as of 30 June 2022.

###### **(g) Trade and other payables**

Increase is mainly from advance collection from customers.

## OTHER INFORMATION (CONT'D)

### 2. Review of Performance of the Group (Cont'd)

#### Condensed Interim Consolidated Statement of Cash Flow

As of 30 June 2022, the Group generated RMB 13.5 million net cash from operating, offset RMB 17,488 and RMB 148.5 million net cash used in both investing and financing activities, respectively. As a result, the Group's cash and cash equivalent amounted to RMB 550.0 million.

- 3.(i) **Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital since the end of the previous period reported on. There were no outstanding convertibles issued or treasury shares held by the Company as at 30 June 2022.

- 3.(ii) **Total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	30 June 2022	31 December 2021
Number of issued shares (excluding treasury shares)	640,000,000	640,000,000
Number of treasury shares held	NIL	NIL

- 3.(iii) **A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

4. **Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	3 months ended 30 June	
	2022	2021
<b>(Loss)/profit per share for the period based on net profit attributable to owners of the parent company</b>		
(a) Based on basic number of ordinary shares on issue	(1.61)	15.24
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis	(1.61)	15.24
No. of shares in issue (weighted average)	640,000,000	640,000,000

	6 months ended 30 June	
	2022	2021
<b>Profit per share for the period based on net profit attributable to owners of the parent company</b>		
(a) Based on basic number of ordinary shares on issue	4.37	24.51
No. of shares in issue (weighted average)	640,000,000	640,000,000
(b) On a fully diluted basis	4.37	24.51
No. of shares in issue (weighted average)	640,000,000	640,000,000

## OTHER INFORMATION (CONT'D)

5. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

None.

6. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Due to the ongoing uncertainty around the highly transmissible Covid-19 Omicron variant, and the prolonged strict "Zero Covid" policy that has pummelled consumer spending, manufacturing and trade. The Group is taking cautious steps to strengthen the business while optimising production and its cash flows.

The Group will continue to observe the situation to manage the production. Nevertheless, the Group is still reasonably optimistic about the long-term demand for its petrochemical products used across a wide range of industries based on the existing orders. The new polypropylene plant was completed at the end of 2020 and has been in stable production.

## 7. **Dividend information**

- (a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

No.

- (b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

- (c) Date payable

NA.

- (d) Book Closure Date

NA.

## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<p>For period from January 2022 to June 2022;-</p> <p>Transactions between Dongming Hengchang Petrochemical Co., Ltd (东明恒昌化工有限公司) and its subsidiary Dongming Qianhai Petrochemical Co., Limited (东明前海化工有限公司) ^ ( transactions are subjects to consolidation group eliminations)</p> <ul style="list-style-type: none"> <li>- Processed LPG</li> <li>- Propylene</li> <li>- Recycled propylene</li> <li>- Utilities</li> <li>- Contra of utilities on productions</li> </ul> <p>Dongming Zhongyou Fuel and Petrochemical Company Limited (东明中油燃料石化有限公司)</p> <ul style="list-style-type: none"> <li>- Purchase of raw LPG</li> <li>- Purchase of utilities</li> <li>- Logistics &amp; transport related services provided to</li> </ul> <p>Shandong Dongming Petrochem Group Co., Ltd. (山东东明石化集团有限公司)</p> <ul style="list-style-type: none"> <li>- Purchase of utilities, part &amp; components</li> <li>- Contra on purchase of Utilities</li> <li>- Logistics &amp; transport related services provided to</li> <li>- Accrued Interest on loan from non-controlling interest</li> </ul>	<p>RMB 253,490,961</p> <p>RMB 4,954,067</p> <p>RMB 4,813,858</p> <p>RMB 992</p>	<p>RMB 532,212,582</p> <p>RMB 1,739,038</p> <p>RMB 1,319,128,772</p> <p>RMB 10,050,043</p> <p>RMB 45,668,278</p> <p>RMB 22,313,164</p> <p>RMB 896,320</p> <p>RMB 14,695,312</p>



## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions (Cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
<p>For period from January 2022 to June 2022;-</p> <p>Dongming Runze Petrochemical Co., Ltd (东明润泽化工有限公司)</p> <ul style="list-style-type: none"> <li>- Purchase of utilities, part &amp; components</li> <li>- Sale of Hydrogen gas^</li> <li>- Contra on purchase of utilities^</li> <li>- Sale of processed LPG</li> <li>- Logistics &amp; transport related services provided to</li> </ul> <p>Dongming Crude Oil Distribution Co., Ltd (东明石油经销有限公司)</p> <ul style="list-style-type: none"> <li>- Logistics &amp; transport related services provided to</li> <li>- Purchase of components</li> <li>- Consignment fee</li> </ul> <p>Shandong Dongming Lishu Petroluem Co., Ltd (山东东明梨树化学有限公司)</p> <ul style="list-style-type: none"> <li>- Sales of processed LPG</li> <li>- Purchase of LPG</li> <li>- Purchase of utilities</li> <li>- Logistics &amp; transport related services provide to</li> </ul> <p>Dongming Runming Oil Products Distribution Co., Limited (东明润明油品销售有限公司)</p> <ul style="list-style-type: none"> <li>- Logistics &amp; transport related services provide to</li> </ul>	<p>RMB 81,292,969</p> <p>RMB 3,752,458</p> <p>RMB 1,263,957</p>	<p>RMB 48,627,042</p> <p>RMB 52,195,522</p> <p>RMB 446,497</p> <p>RMB 1,073,575</p> <p>RMB 1,313,894</p> <p>RMB 180,905,155</p> <p>RMB 90,824,468</p> <p>RMB 3,220,796</p> <p>RMB 2,924,671</p> <p>RMB 102,202</p>

## OTHER INFORMATION (CONT'D)

### 8. Interested person transactions (Cont'd)

Note Rule 920(1)(a)(ii) – An issuer must announce the aggregate value of transactions conducted pursuant to the general mandate (if any) for interested person transactions for the financial period which it is required to report on pursuant to rule 705. (Cont'd)

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
For period from January 2022 to June 2022;-		
Shandong LianHua Energy Group Co. Ltd. (山东炼化能源集团有限公司) ^ - Purchase of propylene	RMB 1,347,005	
Dongming WanHaiLuiJiang Petrochemical Co., Ltd (东明万海氯碱化工有限公司) - Logistics & transport related services provided to		RMB 7,433,569
Dongming Qianhai Reli Co., Ltd. (东明前海热力有限公司) # - Purchase of utilities - Sales of utilities - Contra on purchase of utilities	RMB 100,149 RMB 38,724,860	RMB 201,055,085
Jiangsu Xinhai Petrochem Co., Ltd (江苏新海化工有限公司) # - Purchase of propylene	RMB 58,290,299	
Jiangsu Runhai Oil Products Distribution Co., Ltd (江苏润海油品销售有限公司) - Purchase of LPG		RMB 17,613,165



## OTHER INFORMATION (CONT'D)

9. **Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(11) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Li Xiangping	61	Father of Li Zhi, non-executive Director of the Company.	Non-Executive Chairman Since 2006, Substantial shareholder of the Company.	From non-executive Chairman to Executive Chairman from April 2021.
Li Zhi	36	Son of Mr Li Xiangping, the Non-Executive Chairman of the Company.	Non-Executive Director of the Company Since 2019	Appointed in year 2019.

10. **Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) that the Issuer has procured undertaking from all its directors and executive**

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

## BY ORDER OF THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the six-month period ended 30 June 2022 to be false or misleading in any material aspect.

Li Xiang Ping

Executive Chairman and CEO

Jiang Xinglu

AC chairman, Independent Director

Singapore  
14 August 2022