

ZHENENG JINJIANG ENVIRONMENT HOLDING COMPANY LIMITED

浙能锦江环境控股有限公司

(Incorporated in the Cayman Islands)

Company Registration Number: 245144

Zheneng Jinjiang Environment net profit reaches RMB621.2 million in FY2024

- Revenue from core WTE business increased by 6.0% y-o-y to RMB3.6 billion in FY2024.
- Gross profit rose by 18.1% to RMB1.3 billion, with a 5.7 pts increase in margin. This growth was driven by an optimised business portfolio with a higher contribution from the higher-margin steam supply business, improved operational efficiency through effective technical transformation and management optimisation, as well as revenue from by-products, such as slag is recognised under the WTE business according to the strategic layout.
- With 7 WTE projects under construction and 13 in the planning stage, the total installed waste treatment capacity is set to reach 59,305 tonnes per day and 1,300 megawatts (“MW”) upon completion. The Group remains focused on strategic growth opportunities both domestically and internationally.
- The Board is recommending a final dividend of 2.30 Singapore cents per ordinary share for FY2024, representing a 76.9% increase from 1.30 Singapore cents in FY2023. This translates to a dividend payout ratio of 29.0%.

Financial Highlights (RMB' million)	FY2024	FY2023	Δ (%)	2H2024	2H2023	Δ (%)
Total revenue	3,731.1	3,750.4	(0.5)	1,926.3	1,813.5	6.2
▪ Waste-to-Energy business [^]	3,631.1	3,425.0	6.0	1,857.1	1,708.2	8.7
▪ Waste-to-Energy: BOT construction and financial income	87.7	306.2	(71.4)	62.8	92.9	(32.4)
▪ Others*	12.3	19.2	(35.8)	6.4	12.4	(48.7)
Gross profit	1,335.2	1,130.5	18.1	706.8	546.0	29.5
Gross profit margin	35.8%	30.1%	5.7pts	36.7%	30.1%	6.6pts
Profit before tax	829.6	460.4	80.2	527.0	95.4	>100
Net profit	621.2	305.8	>100	413.4	25.4	>100
Net profit attributable to equity holders	618.5	281.6	>100	411.6	15.3	>100
Basic and diluted EPS (RMB cents)	42.59	19.37	>100	28.38	1.05	>100

[^]Sales of electricity, sales of steam, and waste treatment and by-product

* Project technical and management service, equipment selection and sale, and EMC business

pts = percentage points

SINGAPORE, 28 February 2025 – Zheneng Jinjiang Environment Holding Company Limited (浙能锦江环境控股有限公司) (“**Zheneng Jinjiang Environment**” or the “**Company**” and together with its subsidiaries, the “**Group**”), a leading Waste-to-Energy (“**WTE**”) operator in the People’s Republic of China (“**PRC**” or “**China**”), has announced its unaudited results for the six months (“**2H2024**”) and full year ended 31 December 2024 (“**FY2024**”).

Results Overview

In FY2024, the Group recorded a marginal 0.5% year-on-year (“**y-o-y**”) decline in revenue to RMB3.73 billion. This was primarily due to lower contributions from WTE Build-Operate-Transfer (“**BOT**”) construction. On a positive note, the Group’s core WTE business, representing 97.3% of total revenue, continues to perform well, registering a 6.0% y-o-y growth in revenue in FY2024. This growth was mainly driven by the expansion of the Group’s existing power plant steam supply business, increased tonnage supply following technical transformation and optimization of the power plant management, and revenue from by-products such as slag which have been recognised under the WTE business according to the strategic layout of circular economy.

Gross profits from its core WTE business experienced growth of RMB237.9 million or 22.8% y-o-y, reaching RMB1.28 billion in FY2024.

Revenue from WTE BOT construction dropped from RMB306.2 million to RMB87.7 million due to a decrease in the implementation of BOT projects construction in FY2024. The contribution from the project technical and management service, equipment selection and sale, and energy management contracting (“**EMC**”) segment was only RMB12.3 million as a result of reductions in project technical and management services.

The Group recorded a gross profit of RMB1.3 billion for FY2024. This translated to a gross profit margin of 35.8%, which was 5.7pts higher than FY2023.

Net profit attributable to equity holders more than doubled to RMB618.5 million in FY2024 from RMB281.6 million in FY2023. This was mainly driven by the growth in the core WTE business gross profit and the absence of a large impairment loss recorded in FY2023 due to the difficulties and uncertainty associated with projects in India which were formerly owned by the Group. In addition, the Group achieved net profit of RMB621.2 million, surpassing all previous records.

In view of the improving performance, the Board is recommending a final dividend of 2.30 Singapore cents per ordinary share for FY2024, representing a 76.9% increase from 1.30 Singapore cents in FY2023. This translates to a dividend payout ratio of 29.0%. This is subject to shareholders' approval at the forthcoming Annual General Meeting.

Outlook

China's economy grew by 5.0% year-on-year in 2024, surpassing RMB130 trillion for the first time, with strong policy support for green transformation and renewable energy. The government's "Opinions on Accelerating the Comprehensive Green Transformation" and expanded investments in clean energy have created significant development opportunities for the WTE industry, reinforcing its role in sustainable development.

The Group remains committed to in-depth research and strategic planning despite the challenges in the solid waste industry, including slowing market growth and overcapacity. By expanding its vision beyond WTE to drive growth, the Group is gathering momentum for high-quality development. The Group aims to achieve sustainable growth through maintaining strategic stability and adapting to local government policies for development. In addition to this, the Group is looking to grow its operations through research and technical selection for projects such as self-built slag disposal and fly ash resource utilisation, among others. This strategic move will enable the Group to further diversify its business portfolio across the industrial chain, laying a solid foundation for high-quality development.

With 7 WTE projects under construction and 13 in planning, the Group's total installed capacity is expected to reach 59,305 tonnes per day and 1,300 Megawatt ("**MW**") upon completion, further solidifying its industry leadership in China. Beyond domestic expansion, the Palembang project in Indonesia officially commenced construction in September 2024 and is progressing steadily, marking a key step in the Group's international growth strategy.

With supportive macroeconomic recovery, a strong project pipeline, and a commitment to sustainability, the Group is well-positioned for long-term value creation.

Mr. Wei Dongliang (韦东良), Executive Chairman of Zheneng Jinjiang Environment, said:

“In FY2024, the Group continued to strengthen its operational management and expand capabilities within the WTE sector. Through our relentless efforts to improve efficiency, optimise resource utilisation, and implement meticulous management, we have achieved significantly improved results. Consequently, we have realised increased energy output and profitability. Our extensive experience and practice have enabled us to extract higher value from the solid waste management industry chain, such as steam supply and slag reutilisation, highlighting our progress in business diversification. In the future, we will continue to leverage our strengths in WTE, expand the steam business, unlock new productivity, and strengthen collaboration with upstream and downstream partners, extending across the industrial chain to create a high-quality industrial ecosystem.

As we move forward, we will further deepen our role in the circular economy, explore new growth verticals, and expand our market presence. With favourable national policies supporting renewable energy and the “Carbon peak and Carbon Neutrality” goals, the Group is well-positioned to drive long-term growth while piggybacking on China’s sustainable development agenda.”

– End –

IMPORTANT NOTICE

This press release should be read in conjunction with the financial statements announced on SGXNET on 28 February 2025. This press release is for information only and may contain forward-looking statements that involve assumptions, risks and uncertainties.

ABOUT ZHENENG JINJIANG ENVIRONMENT

Zheneng Jinjiang Environment Holding Company Limited (浙能锦江环境控股有限公司) (Stock code: BWM) is one of the first and leading WTE operators in the PRC in terms of waste treatment capacity in operation. The Group's business primarily focuses on the planning, development, construction, operation and management of WTE facilities in the PRC and has also established a presence in Indonesia and other areas. As of 31 December 2024, it operates 27 WTE facilities, 3 kitchen waste treatment facilities and 8 waste resource recycling facilities in the PRC. It has an additional (i) 7 projects under construction and (ii) 13 projects in the preparatory stage within the PRC. The facilities in operation have a total installed waste treatment capacity of 44,405 tonnes/day and an installed capacity of 921MW. Upon completion of all the facilities, the estimated total installed waste treatment capacity will reach 59,305 tonnes/day with an installed capacity of 1,300 MW.

Issued for and on behalf of **Zheneng Jinjiang Environment Holding Company Limited**
By **Financial PR**

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