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SIIC ENVIRONMENT HOLDINGS LTD.

上海實業環境控股有限公司*

(Incorporated in the Republic of Singapore with limited liability)

(Hong Kong stock code: 807)

(Singapore stock code: BHK)

Unaudited Financial Statements and Dividend Announcement for the Third Quarter and Nine Months ended 30 September 2020

This overseas regulatory announcement is issued pursuant to Part XIVA of the Securities and Futures Ordinance and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

This results announcement is made in accordance to Listing Manual of the Singapore Exchange Securities Trading Limited. This results announcement contains financial information based on Singapore Financial Reporting Standards (International) and International Financial Reporting Standards, and have not been reviewed by auditors. Shareholders and public investors should be cautious trading in the shares of the Company.

By Order of the Board
SIIC Environment Holdings Ltd.
Mr. Xu Xiaobing
Executive Director

Singapore and Hong Kong, 6 November 2020

As at the date of this announcement, the non-executive Chairman is Mr. Zhou Jun; the executive Directors are Mr. Feng Jun, Mr. Xu Xiaobing, Mr. Yang Jianwei, Mr. Huang Hanguang and Mr. Zhao Youmin; and the independent non-executive Directors are Mr. Yeo Guat Kwang, Mr. An Hongjun and Mr. Zhong Ming.

** For identification purpose only*



SIIC ENVIRONMENT HOLDINGS LTD.

(Incorporated in the Republic of Singapore)

(Company Registration No: 200210042R)

Unaudited Financial Statements and Dividend
Announcement for the Third Quarter and Nine Months
ended 30 September 2020

6 November 2020

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PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2&Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

UNAUDITED RESULTS FOR THE THIRD QUARTER ("3QFY2020") AND NINE MONTHS ("9MFY2020") ENDED 30 SEPTEMBER 2020

	Note	Group					
		3 Months Ended		Changes	9 Months Ended		Changes
		30.9.20	30.9.19		30.9.20	30.9.19	
		RMB'000	RMB'000	%	RMB'000	RMB'000	%
Revenue	8(A)	1,506,535	1,571,242	(4.1)	4,146,171	4,493,021	(7.7)
Cost of sales		(946,525)	(1,058,900)	(10.6)	(2,670,334)	(3,053,295)	(12.5)
Gross profit	8(B)	560,010	512,342	9.3	1,475,837	1,439,726	2.5
Other income	8(C)	42,440	51,072	(16.9)	165,372	172,528	(4.1)
Other gains and losses	8(D)	11,458	(1,931)	N.M.	11,649	(2,331)	N.M.
Selling and distribution costs	8(E)	(19,529)	(19,325)	1.1	(52,505)	(54,442)	(3.6)
Administrative expenses	8(F)	(117,441)	(112,065)	4.8	(292,627)	(324,536)	(9.8)
Finance expenses	8(G)	(171,203)	(181,478)	(5.7)	(525,203)	(506,470)	3.7
Share of results of joint ventures	8(H)	10,144	10,906	(7.0)	27,442	34,274	(19.9)
Share of results of associates	8(H)	(190)	(4,612)	(95.9)	2,448	(5,401)	N.M.
Profit before tax	(i)/8(I)	315,689	254,909	23.8	812,413	753,348	7.8
Income tax expense	(ii)/8(I)	(84,409)	(63,452)	33.0	(189,828)	(188,337)	0.8
Profit for the period		231,280	191,457	20.8	622,585	565,011	10.2
Other comprehensive income/ (loss):							
<i>Items that will not be reclassified to profit or loss:</i>							
Exchange difference arising from translation		92,200	(67,919)	N.M.	47,527	(61,343)	N.M.
Fair value change on investments in equity instruments designated as at FVTOCI		2,339	(150)	N.M.	4,158	(2,718)	N.M.
<i>Items that may be reclassified subsequently to profit or loss:</i>							
Exchange differences arising from translation of foreign operations		1,756	(10,486)	N.M.	8,005	(16,308)	N.M.
Total comprehensive income for the period		327,575	112,902	>100.0	682,275	484,642	40.8
Profit for the period attributable to:							
Owners of the Company		163,491	150,011	9.0	444,730	450,194	(1.2)
Non-controlling interests		67,789	41,446	63.6	177,855	114,817	54.9
		231,280	191,457	20.8	622,585	565,011	10.2
Total comprehensive income attributable to:							
Owners of the Company		259,786	71,456	>100.0	504,420	369,825	36.4
Non-controlling interests		67,789	41,446	63.6	177,855	114,817	54.9
		327,575	112,902	>100.0	682,275	484,642	40.8

N.M. – Not Meaningful

Notes:

1(a) (i) Profit before tax from operations is arrived at after charging/ (crediting) the following:

	3 Months Ended		9 Months Ended	
	30.9.20	30.9.19	30.9.20	30.9.19
	RMB'000	RMB'000	RMB'000	RMB'000
Amortisation of intangible assets (Note I)	74,342	72,538	223,260	213,594
Depreciation of right-of-use asset	1,754	77	5,262	218
Depreciation of property, plant and equipment	8,851	8,638	27,336	26,492
Loss on disposal of property, plant and equipment	4	133	48	120
Gain on disposal of financial asset held at fair value through other comprehensive income	(9,147)	-	(9,953)	-
Gain on disposal of associate	-	-	(1,678)	-
Gain on disposal of subsidiary	-	-	(48)	-
Foreign exchange loss/(gain), net (Note D)	(2,515)	1,753	(444)	2,645
Loss allowance for trade receivables, net	446	269	2,006	310
Fair value loss/(gain) on financial assets at fair value through profit and loss	204	178	474	(314)

1(a) (ii) Adjustment for Under/(Over) provision of tax in respect of prior periods

	3 Months Ended		9 Months Ended	
	30.9.20	30.9.19	30.9.20	30.9.19
	RMB'000	RMB'000	RMB'000	RMB'000
Under/(Over) provision of tax in respect of prior periods	968	(3,795)	(4,512)	1,295

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Note	Group		Company	
		As At 30.9.20	As At 31.12.19	As At 30.9.20	As At 31.12.19
		RMB'000	RMB'000	RMB'000	RMB'000
Current assets					
Cash and cash equivalents		2,317,716	2,374,770	104,000	172,687
Pledged bank deposits		96,850	234,672	-	-
Trade and other receivables		2,601,916	2,336,371	1,083	5,146
Bills receivables		8,664	13,747	-	-
Prepayments		89,625	60,303	-	2,399
Inventories		201,400	159,115	-	-
Receivables under service concession arrangements		507,442	476,970	-	-
Amounts due from customers for contract work		176,792	66,772	-	-
Amounts due from subsidiaries		-	-	1,312,237	1,171,378
Amounts due from joint venture		241	137	241	137
Amounts due from associate		10,902	10,902	-	-
Financial assets at fair value through profit or loss		2,879	3,353	-	-
Assets classified as held for sale		210,742	202,150	-	-
Total current assets	8(J)	6,225,169	5,939,262	1,417,561	1,351,747
Non-current assets					
Financial assets at fair value through other comprehensive income		32,063	45,306	1,209	15,470
Prepayments		336,801	501,275	-	-
Receivables under service concession arrangements		18,852,560	17,193,272	-	-
Property, plant and equipment		312,480	318,413	216	511
Intangible assets		6,669,955	6,741,574	-	-
Long term receivables		350,837	350,058	-	-
Deferred tax assets		68,959	70,996	-	-
Investment in subsidiaries		-	-	5,504,155	5,762,344
Interest in joint ventures		523,933	532,607	328,720	342,043
Interest in associates		98,284	99,078	-	-
Goodwill on consolidation		457,241	457,241	-	-
Amounts due from associate		23,806	56,648	-	-
Right-of-use assets		55,641	60,903	15,629	17,561
Total non-current assets	8(K)	27,782,560	26,427,371	5,849,929	6,137,929
Total assets		34,007,729	32,366,633	7,267,490	7,489,676
Current liabilities					
Trade and other payables		3,719,472	3,615,054	42,339	48,406
Bills payable to banks		25,282	42,557	-	-
Tax payable		131,483	127,713	-	-
Amounts due to customers for contract work		26,535	11,075	-	-
Amounts due to subsidiaries		-	-	68,205	70,589
Bank and other borrowings		5,914,125	5,283,615	967,521	991,791
Liabilities directly associated with assets classified as held for sale		152,203	156,195	-	-
Lease liabilities		10,363	9,995	6,594	6,515
Total current liabilities	8(L)	9,979,463	9,246,204	1,084,659	1,117,301
Non-current liabilities					
Bank and other borrowings		9,101,185	9,066,342	-	-
Deferred tax liabilities		2,083,612	2,009,597	-	-
Other non-current liabilities		157,909	138,812	-	-
Lease liabilities		41,039	45,948	9,158	11,169
Total non-current liabilities	8(M)	11,383,745	11,260,699	9,158	11,169
Capital, reserves and non-controlling interest					
Share capital		5,947,420	5,947,420	5,947,420	5,947,420
Retained earnings		2,652,030	2,356,306	4,552	(54,850)
Other reserves		118,500	41,793	221,701	468,636
Equity attributable to owners of the Company		8,717,950	8,345,519	6,173,673	6,361,206
Non-controlling interests		3,926,571	3,514,211	-	-
Total equity		12,644,521	11,859,730	6,173,673	6,361,206
Total liabilities and equity		34,007,729	32,366,633	7,267,490	7,489,676

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, please specify the following at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

As at 30.9.20 RMB'000		As at 31.12.19 RMB'000	
Secured/ Guaranteed	Unsecured/ Unguaranteed	Secured/ Guaranteed	Unsecured/ Unguaranteed
3,488,035	2,451,372	3,042,482	2,283,690

Amount repayable after one year

As at 30.9.20 RMB'000		As at 31.12.19 RMB'000	
Secured/ Guaranteed	Unsecured/ Unguaranteed	Secured/ Guaranteed	Unsecured/ Unguaranteed
7,343,902	1,757,283	7,418,498	1,647,844

Details of any collateral

The Group's borrowings comprise bills payable to banks and bank and other borrowings.

Bills payable to banks are secured by certain bank deposits placed with the respective issuing banks. The bank and other borrowings are secured/ guaranteed on concessionary arrangements, trade receivables (relating to concessionary arrangements) collection rights, guarantees by subsidiaries, guarantees by third party company and/or secured by a corporate guarantee by SIIC Environment Holdings Ltd.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Group	
	For 3 Months Ended		For 9 Months Ended	
	30.9.20	30.9.19	30.9.20	30.9.19
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from operating activities				
Profit before tax	315,689	254,909	812,413	753,348
Adjustments for:				
Loss allowance for trade receivables, net	446	269	2,006	310
Depreciation of property, plant and equipment	8,851	8,638	27,336	26,492
Amortisation of intangible assets	74,342	72,538	223,260	213,594
Depreciation of right-of-use asset	1,754	77	5,262	218
Loss on disposal of property, plant and equipment	4	133	48	120
Gain on disposal of financial asset held at fair value through other comprehensive income	(9,147)	-	(9,953)	-
Gain on disposal of associate	-	-	(1,678)	-
Gain on disposal of subsidiary	-	-	(48)	-
Finance income	(5,289)	(6,067)	(16,212)	(16,922)
Finance expenses	171,203	181,478	525,203	506,470
Share of results of associates	190	4,612	(2,448)	5,401
Share of results of joint ventures	(10,144)	(10,906)	(27,442)	(34,274)
Foreign exchange loss	-	71	-	135
Fair value loss/(gain) on financial assets at fair value through profit and loss	204	178	474	(314)
Operating cash flow before working capital changes	548,103	505,930	1,538,221	1,454,578
(Increase)/decrease in:				
Inventories	(19,894)	(7,696)	(42,286)	(3,183)
Amounts due from/to customers for contract work, net	(1,426)	(20,393)	(94,559)	(39,236)
Trade receivables, other receivables and prepayments	(127,154)	92,257	(346,130)	(233,118)
Bills receivables	2,061	(1,714)	5,083	(2,915)
Amounts due from joint ventures	306	738	917	916
Amounts due from associate	35,780	(1,243)	32,842	(3,209)
Increase/(decrease) in:				
Trade payables and other payables (inclusive of non-current liabilities)	354,058	(17,662)	153,883	304,902
Bills payable to banks	22,371	9,469	(17,273)	21,917
Cash from operating activities before service concession arrangement projects	814,205	559,686	1,230,698	1,500,652
Change in receivables under service concession arrangements (Note A)	(431,922)	(394,989)	(1,144,141)	(1,608,465)
Cash generated from (used in) operating activities after service concession arrangement projects	382,283	164,697	86,557	(107,813)
Interest received	4,600	4,988	10,317	12,468
Income tax refund	-	-	5,154	-
Income tax paid	(26,304)	(37,470)	(112,260)	(133,361)
Net cash generated from (used in) operating activities	360,579	132,215	(10,232)	(228,706)

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd

	Group		Group	
	For 3 Months Ended		For 9 Months Ended	
	30.9.20	30.9.19	30.9.20	30.9.19
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from investing activities:				
Purchase of property, plant and equipment	(17,469)	(15,332)	(28,238)	(63,637)
Purchase of intangible assets, net of amount on credit terms	(37,822)	(54,245)	(114,249)	(286,773)
Increase in prepayment for property, plant and equipment and intangible assets	(139,515)	(7,967)	(192,507)	(5,148)
Proceeds from disposal of property, plant and equipment	36	142	50	163
Proceeds from disposal of financial asset held at fair value through other comprehensive income	19,996	-	23,196	-
Net cash inflow on disposal of a subsidiary	6,603	-	5,972	-
Net cash inflow from disposal of associate	-	-	4,160	-
Proceeds from capital reduction from joint venture	-	225,000	-	225,000
Purchase of financial assets at fair value through other comprehensive income	-	-	-	(3,000)
Dividend received from joint ventures	18,972	22,568	19,172	22,888
Net cash (used in) generated from investing activities	(149,199)	170,166	(282,444)	(110,507)
Cash flows from financing activities:				
Proceeds from bank and other borrowings	1,753,625	1,155,221	3,108,141	3,418,421
Repayment of bank and other borrowings	(1,094,508)	(1,606,463)	(2,371,351)	(2,460,659)
Interest paid	(167,540)	(148,459)	(510,763)	(484,403)
Principal and interest elements of lease payments	(2,048)	-	(6,142)	-
Dividend paid to equity shareholders	(131,989)	-	(131,989)	(131,779)
Return of capital to non-controlling interest on capital reduction of a subsidiary	-	(1,500)	-	(1,500)
Repurchase of shares	-	(4,373)	-	(4,373)
Dividend paid to non-controlling interest in subsidiaries	-	(1,470)	(15,840)	(6,560)
Contribution from non-controlling interests upon additional capital injection of a subsidiary	-	2,573	32,150	2,573
(Increase) / Decrease in deposits pledged to banks	(43,568)	8,838	137,822	20,156
Net cash generated from (used in) financing activities	313,972	(595,633)	242,028	351,876
Net increase/(decrease) in cash and cash equivalents	525,352	(293,252)	(50,648)	12,663
Cash and cash equivalents at beginning of period	1,800,467	2,441,487	2,374,770	2,133,225
Effects of exchange rate changes on the balance of cash held in foreign currencies	(8,103)	(654)	(6,406)	1,693
Cash and cash equivalents at end of period	2,317,716	2,147,581	2,317,716	2,147,581

Cash and cash equivalents at end of period				
Cash and bank balances	2,414,566	2,246,802	2,414,566	2,246,802
Less: Pledged bank deposits	(96,850)	(99,221)	(96,850)	(99,221)
Cash and cash equivalents	2,317,716	2,147,581	2,317,716	2,147,581

Note A

In accordance with the application of SFRS(I) INT 12 *Service Concession Arrangements* and SFRS(I) 1-7 *Statement of Cash Flows*, the movement in the receivables under service concession arrangements has been classified under operating activities. The movement in the receivables under service concession arrangements was mainly arising from the construction and/or purchase of new or existing water treatment facilities for 9MFY2020 and 3QFY2020 respectively.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP	Attributable to owners of the Company										
	Share capital	Retained earnings	Other reserves, total	General Reserve	Investment revaluation reserve	Translation reserve	Effects of changes in ownership interest in subsidiaries where there is no change in control	Merger reserve	Equity attributable to owners of the Company	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1.1.20	5,947,420	2,356,306	41,793	351,003	(10,152)	(83,253)	(15,490)	(200,315)	8,345,519	3,514,211	11,859,730
Profit for the period	-	130,108	-	-	-	-	-	-	130,108	38,073	168,181
<u>Other comprehensive income</u>											
Exchange differences arising on translation	-	-	(74,465)	-	-	(74,465)	-	-	(74,465)	-	(74,465)
Exchange differences arising on translation of foreign operations	-	-	9,358	-	-	9,358	-	-	9,358	-	9,358
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	(1,918)	-	(1,918)	-	-	-	(1,918)	-	(1,918)
Other comprehensive income for the period, net of tax	-	-	(67,025)	-	(1,918)	(65,107)	-	-	(67,025)	-	(67,025)
Total comprehensive income for the period	-	130,108	(67,025)	-	(1,918)	(65,107)	-	-	63,083	38,073	101,156
<u>Transactions with owners recognised directly in equity</u>											
Transfer to general reserve	-	(8,883)	8,883	8,883	-	-	-	-	-	-	-
Disposal of subsidiary	-	-	-	-	-	-	-	-	-	(1,477)	(1,477)
Total	-	(8,883)	8,883	8,883	-	-	-	-	-	(1,477)	(1,477)
<u>Others</u>											
Dividend declared to non-controlling interests	-	-	-	-	-	-	-	-	-	(6,000)	(6,000)
Total	-	-	-	-	-	-	-	-	-	(6,000)	(6,000)
Balance at 31.3.20	5,947,420	2,477,531	(16,349)	359,886	(12,070)	(148,360)	(15,490)	(200,315)	8,408,602	3,544,807	11,953,409
Profit for the period	-	151,131	-	-	-	-	-	-	151,131	71,993	223,124
<u>Other comprehensive income</u>											
Exchange differences arising on translation	-	-	29,792	-	-	29,792	-	-	29,792	-	29,792
Exchange differences arising on translation of foreign operations	-	-	(3,109)	-	-	(3,109)	-	-	(3,109)	-	(3,109)
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	3,737	-	3,737	-	-	-	3,737	-	3,737
Other comprehensive income for the period, net of tax	-	-	30,420	-	3,737	26,683	-	-	30,420	-	30,420
Total comprehensive income for the period	-	151,131	30,420	-	3,737	26,683	-	-	181,551	71,993	253,544
<u>Transactions with owners recognised directly in equity</u>											
Transfer to general reserve	-	(8,134)	8,134	8,134	-	-	-	-	-	-	-
Contribution from non-controlling interests upon additional capital injection of a subsidiary	-	-	-	-	-	-	-	-	-	32,150	32,150
Total	-	(8,134)	8,134	8,134	-	-	-	-	-	32,150	32,150
<u>Others</u>											
Dividend declared to equity shareholders	-	(131,989)	-	-	-	-	-	-	(131,989)	-	(131,989)
Dividend declared to non-controlling interests	-	-	-	-	-	-	-	-	-	(9,840)	(9,840)
Total	-	(131,989)	-	-	-	-	-	-	(131,989)	(9,840)	(141,829)
Balance at 30.6.20	5,947,420	2,488,539	22,205	368,020	(8,333)	(121,677)	(15,490)	(200,315)	8,458,164	3,639,110	12,097,274

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP	Attributable to owners of the Company										
	Share capital	Retained earnings	Other reserves, total	General Reserve	Investment revaluation reserve	Translation reserve	Effects of changes in ownership interest in subsidiaries where there is no change in control	Merger reserve	Equity attributable to owners of the Company	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 30.6.20	5,947,420	2,488,539	22,205	368,020	(8,333)	(121,677)	(15,490)	(200,315)	8,458,164	3,639,110	12,097,274
Profit for the period	-	163,491	-	-	-	-	-	-	163,491	67,789	231,280
<u>Other comprehensive income</u>											
Exchange differences arising on translation	-	-	92,200	-	-	92,200	-	-	92,200	-	92,200
Exchange differences arising on translation of foreign operations	-	-	1,756	-	-	1,756	-	-	1,756	-	1,756
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	2,339	-	2,339	-	-	-	2,339	-	2,339
Other comprehensive income for the period, net of tax	-	-	96,295	-	2,339	93,956	-	-	96,295	-	96,295
Total comprehensive income for the period	-	163,491	96,295	-	2,339	93,956	-	-	259,786	67,789	327,575
<u>Others</u>											
Contribution from non-controlling interests upon additional capital injection of a subsidiary	-	-	-	-	-	-	-	-	-	219,672	219,672
Total	-	-	-	-	-	-	-	-	-	219,672	219,672
Balance at 30.9.20	5,947,420	2,652,030	118,500	368,020	(5,994)	(27,721)	(15,490)	(200,315)	8,717,950	3,926,571	12,644,521

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd

GROUP	Attributable to owners of the Company									Equity attributable to owners of the Company	Non-controlling interests	Total equity
	Share capital	Retained earnings	Other reserves, total	General Reserve	Investment revaluation reserve	Translation reserve	Effects of changes in ownership interest in subsidiaries where there is no change in control	Merger reserve				
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1.1.19	5,951,793	1,942,675	(49,672)	296,162	(7,269)	(122,760)	(15,490)	(200,315)	7,844,796	3,068,874	10,913,670	
Profit for the period	-	150,085	-	-	-	-	-	-	150,085	40,628	190,713	
<u>Other comprehensive income</u>												
Exchange differences arising on translation	-	-	45,372	-	-	45,372	-	-	45,372	-	45,372	
Exchange differences arising on translation of foreign operations	-	-	3,606	-	-	3,606	-	-	3,606	-	3,606	
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	(1,781)	-	(1,781)	-	-	-	(1,781)	-	(1,781)	
Other comprehensive income for the period, net of tax	-	-	47,197	-	(1,781)	48,978	-	-	47,197	-	47,197	
Total comprehensive income for the period	-	150,085	47,197	-	(1,781)	48,978	-	-	197,282	40,628	237,910	
<u>Transactions with owners recognised directly in equity</u>												
Transfer to general reserve	-	(11,500)	11,500	11,500	-	-	-	-	-	-	-	
Total	-	(11,500)	11,500	11,500	-	-	-	-	-	-	-	
<u>Others</u>												
Dividend declared to non-controlling interests	-	-	-	-	-	-	-	-	-	(3,480)	(3,480)	
Total	-	-	-	-	-	-	-	-	-	(3,480)	(3,480)	
Balance at 31.3.19	5,951,793	2,081,260	9,025	307,662	(9,050)	(73,782)	(15,490)	(200,315)	8,042,078	3,106,022	11,148,100	
Profit for the period	-	150,098	-	-	-	-	-	-	150,098	32,743	182,841	
<u>Other comprehensive loss</u>												
Exchange differences arising on translation	-	-	(38,796)	-	-	(38,796)	-	-	(38,796)	-	(38,796)	
Exchange differences arising on translation of foreign operations	-	-	(9,428)	-	-	(9,428)	-	-	(9,428)	-	(9,428)	
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	(787)	-	(787)	-	-	-	(787)	-	(787)	
Other comprehensive loss for the period, net of tax	-	-	(49,011)	-	(787)	(48,224)	-	-	(49,011)	-	(49,011)	
Total comprehensive income for the period	-	150,098	(49,011)	-	(787)	(48,224)	-	-	101,087	32,743	133,830	
<u>Others</u>												
Dividend declared to equity shareholders	-	(131,779)	-	-	-	-	-	-	(131,779)	-	(131,779)	
Dividend declared to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,610)	(1,610)	
Total	-	(131,779)	-	-	-	-	-	-	(131,779)	(1,610)	(133,389)	
Balance at 30.6.19	5,951,793	2,099,579	(39,986)	307,662	(9,837)	(122,006)	(15,490)	(200,315)	8,011,386	3,137,155	11,148,541	

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd

GROUP	Attributable to owners of the Company										
				Effects of changes in ownership interest in subsidiaries where there is no change in control					Equity attributable to owners of the Company		
	Share capital	Retained earnings	Other reserves, total	General Reserve	Investment revaluation reserve	Translation reserve	Merger reserve	Equity attributable to owners of the Company	Non-controlling interests	Total equity	
RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	
Balance at 30.6.19	5,951,793	2,099,579	(39,986)	307,662	(9,837)	(122,006)	(15,490)	(200,315)	8,011,386	3,137,155	11,148,541
Profit for the period	-	150,011	-	-	-	-	-	-	150,011	41,446	191,457
<u>Other comprehensive loss</u>											
Exchange differences arising on translation	-	-	(67,919)	-	-	(67,919)	-	-	(67,919)	-	(67,919)
Exchange differences arising on translation of foreign operations	-	-	(10,486)	-	-	(10,486)	-	-	(10,486)	-	(10,486)
Fair value change on investments in equity instruments designated as at FVTOCI	-	-	(150)	-	(150)	-	-	-	(150)	-	(150)
Other comprehensive loss for the period, net of tax	-	-	(78,555)	-	(150)	(78,405)	-	-	(78,555)	-	(78,555)
Total comprehensive income for the period	-	150,011	(78,555)	-	(150)	(78,405)	-	-	71,456	41,446	112,902
<u>Others</u>											
Repurchased and cancelled shares	(4,373)	-	-	-	-	-	-	-	(4,373)	-	(4,373)
Dividend declared to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,470)	(1,470)
Contribution from non-controlling interests upon additional capital injection of a subsidiary	-	-	-	-	-	-	-	-	-	2,573	2,573
Return of capital to non-controlling interest on capital reduction of a subsidiary	-	-	-	-	-	-	-	-	-	(1,500)	(1,500)
Total	(4,373)	150,011	(78,555)	-	-	-	-	-	67,083	41,049	108,132
Balance at 30.9.19	5,947,420	2,249,590	(118,541)	307,662	(9,987)	(200,411)	(15,490)	(200,315)	8,078,469	3,178,204	11,256,673

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd

COMPANY	Attributable to owners of the Company			
	Share capital	Retained earnings	Other reserves*	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1.1.20	5,947,420	(54,850)	468,636	6,361,206
Profit for the period	-	31,014	-	31,014
<u>Other comprehensive loss</u>				
Exchange differences arising on translation, net of tax	-	-	(241,447)	(241,447)
Other comprehensive loss for the period, net of tax	-	-	(241,447)	(241,447)
Total comprehensive loss for the period	-	31,014	(241,447)	(210,433)
Balance at 31.3.20	5,947,420	(23,836)	227,189	6,150,773
Profit for the period	-	164,836	-	164,836
<u>Other comprehensive income</u>				
Exchange differences arising on translation, net of tax	-	-	113,209	113,209
Other comprehensive income for the period, net of tax	-	-	113,209	113,209
Total comprehensive income for the period	-	164,836	113,209	278,045
<u>Others</u>				
Dividend declared to equity shareholders	-	(131,989)	-	(131,989)
Balance at 30.6.20	5,947,420	9,011	340,398	6,296,829
Loss for the period	-	(4,459)	-	(4,459)
<u>Other comprehensive income</u>				
Exchange differences arising on translation, net of tax	-	-	(118,697)	(118,697)
Other comprehensive income for the period, net of tax	-	-	(118,697)	(118,697)
Total comprehensive income for the period	-	(4,459)	(118,697)	(123,156)
Balance at 30.9.20	5,947,420	4,552	221,701	6,173,673

* Relates to translation reserve.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd

COMPANY	Attributable to owners of the Company			
	Share capital RMB'000	Retained earnings RMB'000	Other reserves* RMB'000	Total equity RMB'000
Balance at 1.1.19	5,951,793	133,458	309,098	6,394,349
Loss for the period	-	(3,210)	-	(3,210)
<u>Other comprehensive loss</u>				
Exchange differences arising on translation, net of tax	-	-	(120,263)	(120,263)
Other comprehensive loss for the period, net of tax	-	-	(120,263)	(120,263)
Total comprehensive loss for the period	-	(3,210)	(120,263)	(123,473)
Balance at 31.3.19	5,951,793	130,248	188,835	6,270,876
Loss for the period	-	(32,123)	-	(32,123)
<u>Other comprehensive income</u>				
Exchange differences arising on translation, net of tax	-	-	153,483	153,483
Other comprehensive income for the period, net of tax	-	-	153,483	153,483
Total comprehensive income for the period	-	(32,123)	153,483	121,360
<u>Others</u>				
Dividend declared to equity shareholders	-	(131,779)	-	(131,779)
Balance at 30.6.19	5,951,793	(33,654)	342,318	6,260,457
Loss for the period	-	(6,411)	-	(6,411)
<u>Other comprehensive income</u>				
Exchange differences arising on translation, net of tax	-	-	95,211	95,211
Other comprehensive income for the period, net of tax	-	-	95,211	95,211
Total comprehensive income for the period	-	(6,411)	95,211	88,800
<u>Others</u>				
Repurchased and cancelled shares	(4,373)	-	-	(4,373)
Balance at 30.9.19	5,947,420	(40,065)	437,529	6,344,884

* Relates to translation reserve

- 1(d)(ii) 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.**

Share Capital

	Group and Company	
	Number of ordinary shares	Share Capital RMB'000
<u>Issued and paid up share capital</u>		
Balance at 1 January 2020 and 30 September 2020	2,602,817,726	5,947,420

As at 30 September 2020, the number of ordinary shares in issue was 2,602,817,726 (30 September 2019: 2,602,817,726 ordinary shares).

SIIC Environment Share Options 2012 ("ESOS 2012") and SIIC Environment Share Award Scheme ("ESAS")

There were no options granted under the ESOS 2012 plan or ESAS Awards granted under the ESAS plan since the date of approval by the shareholders on 27 April 2012.

As at 30 September 2020, there were no convertible securities outstanding (30 September 2019: Nil).

- 1(d)(iii) To show the 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.**

As at 30 September 2020, there were no treasury shares held (31 December 2019: Nil). Total number of issued shares as at 30 September 2020 was 2,602,817,726 (31 December 2019: 2,602,817,726).

- 1(d)(iv) 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.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares for the financial period ended 30 September 2020.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

During the financial period, there was no transaction pertaining to subsidiary holdings.

2. Whether the figures have been audited, or reviewed and in accordance with which standard or practice.

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter).

Not applicable.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:—

- (a) Updates on the efforts taken to resolve each outstanding audit issue.**
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as that of the audited financial statements for the year ended 31 December 2019.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

No such change in the accounting policies and methods of computation.

6. **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		9 Months Ended	
	30.9.20	30.9.19	30.9.20	30.9.19
	RMB cents	RMB cents	RMB cents	RMB cents
Earnings per ordinary share of the Group based on net profit attributable to owners of the Company:-				
(i) Based on weighted average number of ordinary shares in issue (RMB cents)	6.28	5.76	17.09	17.27
- Weighted average number of shares ('000)	2,602,818	2,606,427	2,602,818	2,606,533
(ii) On a fully diluted basis of ordinary shares (RMB cents)	6.28	5.76	17.09	17.27
- Weighted average number of shares ('000)	2,602,818	2,606,427	2,602,818	2,606,533

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on; and (b) immediately preceding financial year.**

	Group	Company
	RMB cents	RMB cents
As at 30 September 2020	334.94	237.19
As at 31 December 2019	320.63	244.40

Net asset value per share is calculated based on the number of shares in issue of 2,602,817,726 as at 30 September 2020 (31 December 2019: 2,602,817,726).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affect the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

STATEMENT OF COMPREHENSIVE INCOME

Overall Review

The Group recorded a decrease in revenue from RMB4,493.0 million in 9MFY2019 to RMB4,146.2 million in 9MFY2020, representing a decrease of 7.7%. Gross profit ("GP") has increased from RMB1,439.7 million in 9MFY2019 to RMB1,475.8 million in 9MFY2020, increased by RMB36.1 million or 2.5%.

Meanwhile, the Group's profit for the period amounted to RMB622.6 million, up 10.2% as compared the period in 9MFY2019. The Group's profit after tax (attributable to owners of the Company) remained stable of RMB444.7 million in 9MFY2020 (9MFY2019: RMB450.2 million).

For more details on the analysis of the Group's performance, please refer to the following sections below.

(A) Revenue

	3QFY2020	3QFY2019	Change	9MFY2020	9MFY2019	Change
	RMB '000	RMB '000	%	RMB '000	RMB '000	%
Construction	464,730	625,375	(25.7)	1,279,512	1,799,215	(28.9)
Operating and maintenance income from service concession arrangements	688,349	637,821	7.9	1,883,595	1,718,336	9.6
Financial income from service concession arrangements	266,015	241,820	10.0	763,194	713,655	6.9
Service income	34,546	37,463	(7.8)	100,846	127,680	(21.0)
Other revenue	52,895	28,763	83.9	119,024	134,135	(11.3)
Total	1,506,535	1,571,242	(4.1)	4,146,171	4,493,021	(7.7)

Construction Revenue

Construction revenue amounted to RMB464.7 million and RMB1,279.5 million in 3QFY2020 and 9MFY2020 respectively (3QFY2019: RMB625.4 million; 9MFY2019: RMB1,799.2 million). The lower revenue was mainly due to relatively lower amount of construction activities in progress in 3QFY2020 and 9MFY2020 as compared to 3QFY2019 and 9MFY2019 as a result of the outbreak of Covid-19 in Mainland China during the first half of FY2020 which has delayed the construction progress.

8. A review of the performance of the group – cont'd.

(A) Revenue – cont'd

Operating and Maintenance Income from Service Concession Arrangements/ Financial Income from Service Concession Arrangements

The aggregate of operating and maintenance income and financial income from service concession arrangements amounted to RMB954.4 million and RMB2,646.8 million in 3QFY2020 and 9MFY2020 respectively (3QFY2019: RMB879.6 million; 9MFY2019: RMB2,432.0 million), up 8.5% and 8.8% respectively. The higher revenue was mainly due to the increase both in wastewater treatment volume and average treatment tariff.

Service Income

Service income from non-service concession arrangements amounted to RMB34.5 million and RMB100.8 million in 3QFY2020 and 9MFY2020 respectively (3QFY2019: RMB37.5 million; 9MFY2019: RMB127.7 million). The lower revenue in 3QFY2020 and 9MFY2020 as compared to 3QFY2019 and 9MFY2019 was mainly due to lower water treatment volume from operations and maintenance projects.

Other Revenue

Other revenue amounted to RMB52.9 million and RMB119.0 million in 3QFY2020 and 9MFY2020 respectively (3QFY2019: RMB28.8 million; 9MFY2019: RMB134.1 million). The other revenue mainly consists of installation works carried out, which are ad-hoc in nature.

(B) Gross Profit (“GP”) / Gross Profit Margin (“GPM”)

The Group's GP increased by RMB47.7 million or 9.3% from RMB512.3 million in 3QFY2019 to RMB560.0 million in 3QFY2020 and RMB36.1 million or 2.5% from RMB1,439.7 million in 9MFY2019 to RMB1,475.8 million in 9MFY2020. The increase was mainly due to higher revenue from operation category achieved by the Group as explained in Note A.

Meanwhile, GPM increased by 4.6% from 32.6% in 3QFY2019 to 37.2% in 3QFY2020 and 3.6% from 32.0% in 9MFY2019 to 35.6% in 9MFY2020. The increase was mainly due to higher contribution from operation category (which has a relatively higher GPM) during 3QFY2020 and 9MFY2020.

(C) Other Income

Other income amounted to RMB42.4 million and RMB165.4 million in 3QFY2020 and 9MFY2020 respectively (3QFY2019: RMB51.1 million; 9MFY2019: RMB172.5 million). The decrease was mainly due to lower ad hoc maintenance work carried out in 3QFY2020 as compared to 3QFY2019.

8. A review of the performance of the group – cont'd.

(D) Other gains and losses

Other gains and losses improved from a loss of RMB1.9 million and RMB2.3 million in 3QFY2019 and 9MFY2019 to a gain of RMB11.5 million in 3QFY2020 and RMB11.6 million in 9MFY2020 respectively. The movement in other gains and losses is mainly due to the gain recognised on disposal of financial asset held at fair value through other comprehensive income as well as the minor impact from the fluctuation of foreign exchange (mainly resulting from movement between RMB, HKD and SGD).

(E) Selling and Distribution costs

Selling and distribution costs amounted to RMB19.5 million in 3QFY2020 (3QFY2019: RMB19.3 million) and RMB52.5 million in 9MFY2020 (9MFY2019: RMB54.4 million). There is no material variance for Selling and Distribution costs in 3QFY2020 and 9MFY2020 as compared to 3QFY2019 and 9MFY2019.

(F) Administrative Expenses

Administrative expenses decreased from RMB324.5 million in 9MFY2019 to RMB292.6 million in 9MFY2020. The decrease in administrative expenses in 9MFY2020 as compared to 9MFY2019 was mainly due to the reduced business activities.

(G) Finance expenses

Finance expenses amounted to RMB171.2 million in 3QFY2020 (3QFY2019: RMB181.5 million) and RMB525.2 million in 9MFY2020 (9MFY2019: RMB506.5 million). The decrease in finance expenses in 3QFY2020 as compared to 3QFY2019 was mainly due to the Group's successful replacement of some high interest bearing loans in 3QFY2020.

(H) Share of Results of Associates/ Share of Results of Joint Ventures

The share of results of associates and joint ventures represents the Group's share of results in investments which are accounted for using equity method.

The decrease in share of results of joint ventures in 3QFY2020 and 9MFY2020 as compared to 3QFY2019 and 9MFY2019 was due mainly to lower contribution from joint ventures.

The increase in share of results of associates in 3QFY2020 and 9MFY2020 as compared to in 3QFY2020 and 9MFY2019 was due mainly to higher contribution from associates.

(I) Income tax/Amorsation of intangible assets

Income tax in 3QFY2020 increased by 33.0% from RMB63.5 million in 3QFY2019 to RMB84.4 million in 3QFY2020. The increase in income tax was in line with the increase in profit before tax in 3QFY2020.

Amortisation of intangible assets increased from RMB72.5 million in 3QFY2019 to RMB74.3 million in 3QFY2020 and RMB213.6 million in 9MFY2019 to RMB223.3 million in 9MFY2020. The increase was due to additions of intangible asset in 3QFY2020 and 9MFY2020.

8. A review of the performance of the group – cont'd.**STATEMENTS OF FINANCIAL POSITION****(J) Current Assets**

Current assets as at 30 September 2020 amounted to RMB6.23 billion (31 December 2019: RMB5.94 billion). The increase was mainly due to higher trade receivables as a result of billings raised net of collections during the period.

(K) Non-current Assets

Non-current assets as at 30 September 2020 amounted to RMB27.78 billion (31 December 2019: RMB26.43 billion). The increase was mainly due to construction of certain wastewater treatment projects during 9MFY2020.

(L) Current Liabilities

Current liabilities as at 30 September 2020 amounted to RMB9.98 billion (31 December 2019: RMB9.25 billion). The increase was due mainly to (i) new borrowings taken up which are due for repayment within one year as well (ii) increase in trade and other payables as a result of the ongoing construction activities in 9MFY2020.

(M) Non-current Liabilities

Non-current liabilities as at 30 September 2020 amounted to RMB11.38 billion (31 December 2019: RMB11.26 billion). The increase was due mainly to new borrowings taken up which are due for repayment after one year.

STATEMENT OF CASH FLOWS

As at 30 September 2020, the Group's cash and cash equivalents stood at RMB2,317.7 million (31 December 2019: RMB2,374.8 million). In 9MFY2020, net cash of RMB10.2 million was used in the Group's operating activities, mainly towards the Group's investments in projects with service concession arrangements. Excluding cash used in these projects, net cash generated from operating activities was RMB1,230.7 million.

Net cash used in the Group's investing activities of RMB282.4 million in 9MFY2020 was due mainly to net cash outflow from purchase of property, plant and equipments and intangibles assets.

Net cash generated from financing activities of RMB242.0 million in 9MFY2020 was mainly due to net proceeds from bank borrowings and decrease in deposits pledged to banks, which is partially offset by the interest paid, dividend paid to equity shareholders and dividend paid to non-controlling interest shareholders.

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

No forecast or prospect statement has been previously disclosed to shareholders.

10. 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.

The 14th Five-Year Plan is a critical period for the People's Republic of China ("PRC") to promote and realize high-quality development as well as the modernization of national governance system and capability. The Fifth Plenary Session of the 19th Central Committee that successfully concluded on October 29 proposed to accelerate the promotion of green and low-carbon development, continue to improve environmental quality, enhance the quality and stability of the ecosystem, and comprehensively improve resource utilization efficiency. In the next Five-Year Plan starting from 2021, green development will remain to be a key task in the PRC economy. Driven by the continued efforts to prevent and control pollution, improved financing environment and accelerated implementation of environmental and economic policies, the Group is expected to enter a new cycle of rapid development during the 14th Five-Year Plan, with an aim to further enlarging its market share and increasing corporate value.

In July 2020, the "Plan for joint protection of ecological environment in Yangtze River Delta Region" and the "Protection Plan for Yangtze River", was approved by the Ministry of Ecology and Environment of the PRC, National Development and Reform Commission ("NDRC") and Chinese Academy of Sciences. All of them agreed that promoting the prevention and control of water pollution and the water ecological restoration in Yangtze River, the joint protection of ecological environment in the Yangtze River Delta Region and high-quality development are key tasks now and in the future. In addition, National Green Development Fund Co., Ltd. (the "Green Fund"), with a registered capital of RMB88.5 billion, was officially launched on 15 July. During the initial period, the Green Fund mainly invests in 11 provinces and cities along the Yangtze River Economic Belt and at the same time properly invests in other regions. Its investment focuses on the key areas of green development along the Yangtze River Economic Belt including environmental protection, pollution prevention and control, conservation and utilization of resources and energy and ecological development, and also supports over 10 sub-segment industries, including wastewater treatment and waste incineration. The investment made by the fund will further revive development and boost valuation of the industry, conducive to driving the development of waste treatment industry and will possibly further support the valuation of environmental protection sector.

In respect of solid waste, NDRC, the Bureau of Housing and Urban-Rural Development and the Ministry of Ecology and Environment jointly issued the "Implementation Plan for Improving Weaknesses in the Separation and Treatment Facilities of Urban Domestic Waste" on 31 July, focuses on facilitating separation, disposal, collection and transportation of waste and construction of treatment facilities. The solid waste industry chain will maintain the current prosperous development and capture enormous development opportunities. Effective from 1 September of this year, the amended "Solid Waste Law" has strengthened the supervision and administration role of the PRC government and relevant departments, the scope of solid waste management have expanded. The Group will seize the opportunities to continuously expand its solid waste business for long-term revenue generation.

11. Dividend

If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended): and

None

(b) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the Dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements.

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

The Company did not declare any dividend as the Company requires cash to fund its capital expenditure and investment in projects.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained from shareholders.

14. Status on the use of net proceeds raised from two Share Placement

The Company raised approximately S\$220.5 million from the share placement exercise in May 2017 (“2017 Share Placement”). Deployment of the net proceeds has been in accordance with the intended utilisation as stated in the announcement dated 16 January 2017. Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the announcement.

As at to-date, the net proceeds from the 2017 Share Placement has been fully utilized.

15. Confirmation by Directors pursuant to Rule 705(5) of the SGX-ST Listing Manual

We, Xu Xiaobing and Feng Jun, do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the period ended 30 September 2020, to be false or misleading, in any material aspect.

16. Confirmation that the Issuer has Procured Undertakings from All Its Directors and Executive Officers

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Xu Xiaobing

Executive Director

6 November 2020