

OUHUA ENERGY HOLDINGS LIMITED
(Company registration number: 37791)
AND ITS SUBSIDIARIES

Condensed Financial Statements
For the six months ended 30 June 2022

TABLE OF CONTENTS	PAGE
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	3
Condensed Statements of Financial Position	4-5
Condensed Statements of Changes in Equity	6-7
Condensed Consolidated Statement of Cash Flows	8
Notes to the Condensed Consolidated Financial Statements	9 – 25
Other Information Required by Listing Rule Appendix 7.2	26– 32

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

	<u>Note</u>	Group Six months ended		% change
		30 June 2022 RMB'000	30 June 2021 RMB'000	
Revenue	4	2,354,285	1,656,935	42.1
Cost of sales		<u>(2,279,140)</u>	<u>(1,614,177)</u>	41.2
Gross profit		75,145	42,758	75.7
Other operating income	5	4,967	9,044	(45.1)
Selling and distribution expenses		(37,851)	(16,332)	131.8
Administrative expenses		(6,965)	(6,433)	8.3
Other operating expenses	6	(18,727)	(8,934)	109.6
Profit from operations before interest		<u>16,569</u>	<u>20,103</u>	(17.6)
Finance costs	7	<u>(6,049)</u>	<u>(6,697)</u>	(9.7)
Profit before income tax		10,520	13,406	(21.5)
Income tax	10	<u>(4,495)</u>	<u>(3,558)</u>	26.3
Net profit for the financial period		6,025	9,848	(38.8)
Other comprehensive income				
Foreign currency translation differences		<u>1,249</u>	<u>(447)</u>	(379.6)
Total comprehensive income for the financial period		<u><u>7,274</u></u>	<u><u>9,401</u></u>	(22.6)
Earnings per share attributable to owners of the Company (RMB fen per share)				
- Basic and diluted	11	<u>1.57</u>	<u>2.57</u>	(38.8)

The accompanying notes form an integral part of the condensed financial statements

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	<u>Note</u>	<u>Group</u>		<u>Company</u>	
		<u>(Unaudited)</u>	<u>(Audited)</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
		<u>As at 30 Jun 2022</u>	<u>As at 31 Dec 2021</u>	<u>As at 30 Jun 2022</u>	<u>As at 31 Dec 2021</u>
		RMB'000	RMB'000	RMB'000	RMB'000
Non-current assets					
Property, plant and equipment	13	118,790	120,768	-	2
Investment in subsidiaries	14	-	-	156,277	156,277
Total non-current assets		<u>118,790</u>	<u>120,768</u>	<u>156,277</u>	<u>156,279</u>
Current assets					
Inventories	15	274,358	213,536	-	-
Trade and other receivables	16	179,965	103,866	102	-
Due from a related party	17	11,866	66,868	68	68
Derivative financial assets	18	-	156	-	-
Short term investments	19	700	-	-	-
Margin deposits	20	23,016	387	6,206	-
Pledged fixed deposits	21	65,026	7,912	-	-
Cash and cash equivalents	22	<u>65,910</u>	<u>143,853</u>	<u>694</u>	<u>11,535</u>
Total current assets		<u>620,841</u>	<u>536,578</u>	<u>7,070</u>	<u>11,603</u>
Total assets		<u>739,631</u>	<u>657,346</u>	<u>163,347</u>	<u>167,882</u>
Current liabilities					
Trade and other payables	23	128,758	171,461	4,263	3,675
Due to related parties	17	8,987	8,040	3,627	4,151
Due to a subsidiary		-	-	37,756	36,511
Due to holding company		1,678	1,593	1,678	1,593
Bank borrowings	25	334,082	202,080	-	-
Lease liabilities-current	26	5,350	17,753	-	-
Income tax payable		<u>4,329</u>	<u>5,874</u>	<u>-</u>	<u>-</u>
Total current liabilities		<u>483,184</u>	<u>406,801</u>	<u>47,324</u>	<u>45,930</u>
Non-current liabilities					
Long-term loans	25	-	2,326	-	-
Deferred tax liabilities		2,286	-	-	-
Lease liabilities-non-current	26	<u>6,673</u>	<u>8,005</u>	<u>-</u>	<u>-</u>
Total non-current liabilities		<u>8,959</u>	<u>10,331</u>	<u>-</u>	<u>-</u>
Total liabilities		<u>492,143</u>	<u>417,132</u>	<u>47,324</u>	<u>45,930</u>
Net assets		<u>247,488</u>	<u>240,214</u>	<u>116,023</u>	<u>121,952</u>

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2022

Issued capital and reserves attributable to owners of the Company		(Unaudited) As at 30 Jun 2022 RMB'000	(Audited) As at 31 Dec 2021 RMB'000	(Unaudited) As at 30 Jun 2022 RMB'000	(Audited) As at 31 Dec 2021 RMB'000
Share capital	27	149,488	149,488	149,488	149,488
Share premium	28	130,298	130,298	130,298	130,298
Statutory reserve	29	15,662	15,662	-	-
Foreign currency translation reserve	30	4,987	3,739	(190)	6,488
Accumulated losses		<u>(52,947)</u>	<u>(58,973)</u>	<u>(163,573)</u>	<u>(164,322)</u>
Total equity		<u><u>247,488</u></u>	<u><u>240,214</u></u>	<u><u>116,023</u></u>	<u><u>121,952</u></u>

The accompanying notes form an integral part of the condensed financial statements

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

<u>Group</u>	<u>Share capital</u>	<u>Share premium</u>	<u>Statutory reserve</u>	<u>Foreign exchange translation reserve</u>	<u>Accumulated losses</u>	<u>Total equity</u>
	<u>RMB'000</u>	<u>RMB'000</u>	<u>RMB'000</u>	<u>RMB'000</u>	<u>RMB'000</u>	<u>RMB'000</u>
Balance at 1 January 2022	149,488	130,298	15,662	3,739	(58,973)	240,214
Net profit for the financial period	-	-	-	-	6,025	6,025
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	1,249	-	1,249
Total comprehensive income for the financial period	-	-	-	1,249	6,025	7,275
Balance at 30 June 2022	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>4,988</u>	<u>(52,948)</u>	<u>247,488</u>
Balance at 1 January 2021	149,488	130,298	15,662	3,791	(92,009)	207,230
Net profit for the financial period	-	-	-	-	9,848	9,848
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	(447)	-	(447)
Total comprehensive (loss)/income for the financial period	-	-	-	(447)	9,848	9,400
Balance at 30 June 2021	<u>149,488</u>	<u>130,298</u>	<u>15,662</u>	<u>3,344</u>	<u>(82,162)</u>	<u>216,630</u>

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OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

<u>Company</u>	<u>Share capital</u> RMB'000	<u>Share premium</u> RMB'000	<u>Statutory reserve</u> RMB'000	<u>Foreign exchange translation reserve</u> RMB'000	<u>Accumulated losses</u> RMB'000	<u>Total equity</u> RMB'000
Balance at 1 January 2022	149,488	130,298	-	6,488	(164,322)	121,952
Net profit for the financial period	-	-	-	-	749	749
<i>Other comprehensive income:</i>						
Exchange differences on translating foreign operations	-	-	-	(6,678)	-	(6,678)
Total comprehensive (loss)/income for the financial period	-	-	-	(6,678)	749	(5,929)
Balance at 30 June 2022	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>(190)</u>	<u>(163,573)</u>	<u>116,023</u>
Balance at 1 January 2021	149,488	130,298	-	5,696	(161,964)	123,518
Net profit for the financial period	-	-	-	-	5,765	5,765
<i>Other comprehensive loss:</i>						
Exchange differences on translating foreign operations	-	-	-	(6,391)	-	(6,391)
Total comprehensive (loss)/income for the financial period	-	-	-	(6,391)	5,765	-
Balance at 30 June 2021	<u>149,488</u>	<u>130,298</u>	<u>-</u>	<u>(696)</u>	<u>(156,199)</u>	<u>122,892</u>

The accompanying notes form an integral part of the condensed financial statements.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

	<u>Six months ended</u>	
<u>Note</u>	<u>30 June 2022</u>	<u>30 June 2021</u>
	RMB'000	RMB'000
Cash flows from operating activities		
Profit before income tax	10,520	13,405
Adjustments for:		
Depreciation of property, plant and equipment	10,869	13,636
Interest income	(246)	(280)
Interest expense	6,049	6,697
Loss on disposal of property, plant and equipment	-	76
Fair value gain/loss on financial assets at fair value through profit or loss	<u>8,142</u>	<u>1,743</u>
Operating profit before working capital changes	35,334	35,278
Working capital changes:		
Inventories	(60,822)	(97,223)
Trade and other receivables	(76,099)	(55,223)
Due from a related party	55,002	(3,694)
Trade and other payables	(42,703)	46,551
Due to related parties	947	864
Margin deposit	<u>(22,629)</u>	<u>(9,731)</u>
Cash generated from/(used in) operations	(110,970)	(83,178)
Interest received	246	280
Income tax paid	<u>(3,752)</u>	<u>(3,558)</u>
Net cash generated from/(used in) operating activities	<u>(114,476)</u>	<u>(86,456)</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(8,892)	(2,274)
Proceeds from disposal of available-for-sales investments	156	-
Purchase of short-term investments	(700)	-
Payments for financial assets at fair value through profit or loss	<u>(8,142)</u>	<u>-</u>
Net cash flows used in investing activities	(17,578)	(2,274)
Cash flows from financing activities		
Increase in pledged fixed deposits	(57,114)	(28,092)
Proceeds from bank borrowings	147,674	55,250
Repayment of bank borrowings	(17,998)	(93,671)
Repayment of lease liabilities	(13,735)	(2,888)
Interest paid	<u>(6,049)</u>	<u>(6,697)</u>
Net cash (used in)/generated from financing activities	<u>52,778</u>	<u>(76,098)</u>
Effect of foreign exchange rate change in cash and cash equivalent	1,333	(465)
Net decrease in cash and cash equivalents	(79,276)	(164,827)
Cash and cash equivalents at beginning of the financial period	<u>143,853</u>	<u>201,454</u>
Cash and cash equivalents at end of the financial period	<u>65,910</u>	<u>36,161</u>

The accompanying notes form an integral part of the condensed financial statements

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

These notes form an integral part of and should be read in conjunction with the accompanying condensed financial statements.

1. General

Ouhua Energy Holdings Limited (the “Company”) is a company incorporated in Bermuda under the Bermuda Companies Act as an exempted company with limited liability. The Company’s registered office is located at 5th Floor, Victoria Place, 31 Victoria Street, Hamilton HM10, Bermuda. The principal place of business of the Group is located at Long Wan Suo Cheng Town, Raoping County, Guangdong Province, People’s Republic of China (“PRC”). The Company is listed on the Singapore Exchange Securities Trading Limited.

The principal activity of the Company is that of investment holding.

The Company’s holding company is High Tree Worldwide Ltd., a company incorporated in British Virgin Islands and is wholly-owned by Liang Guo Zhan, Executive Chairman of the Group.

The particulars of the subsidiaries are set out in Note 14 to the financial information.

2. Summary of significant accounting policies

2.1 Basis of preparation

The financial information has been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”), including related Interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”).

The financial information does not contain all the information required for full annual financial statements. The condensed financial statements of the Group and the statement of financial position of the Company are presented in Chinese Renminbi (“RMB”), which is the presentation currency of the Group. The functional currency of the Company is United States dollar. As the Group mainly operates in PRC, RMB is used as the presentation currency of the Group and the Company. All financial information presented in RMB has been recorded to the nearest thousand (RMB’000) unless stated otherwise.

The preparation of financial information in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the Group’s application of accounting policies and reported amounts of assets, liabilities, revenue and expenses. Although these estimates are based on management’s best knowledge of current events and actions, actual results may differ from those estimates.

2.2 Use of judgements and estimates

In preparing the condensed 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 six months period ended 30 June 2022.

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.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

2. Summary of significant accounting policies

2.3 Changes in accounting policies

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with IFRSs, except for the adoption of new and amended standards as set out below.

New standards and amendments adopted by the Group

During the current financial period, the Group and the Company have adopted the following amendments to IFRSs which took effect from financial year beginning 1 January 2021:

- Amendments to IFRS 16 Covid-19-Related Rent Concessions
- Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 Interest Rate Benchmark Reform – Phase 2

The adoption of the above amendments to IFRS(s)s is assessed to have no material financial effect on the results and financial position of the Group and of the Company for six months ended 30 June 2022. Accordingly, it has no material impact on the earnings per share of the Group and of the Company.

3. Seasonal operations

The Group's businesses are affected significantly by seasonal or cyclical factors during the financial period.

4. Revenue

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Sale of goods		
- Liquefied petroleum gas ("LPG")	2,286,043	1,426,681
- Propane ("C3")	5,505	102,733
- Butane ("C4")	62,737	127,521
	2,354,285	1,656,935

The disaggregation of revenue from contracts with customers is as follows:

	LPG		C3		C4		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Geographical markets								
PRC	2,286,043	1,426,681	5,505	-	62,737	-	2,354,285	1,426,681
Asia Pacific	-	-	-	102,733	-	127,521	-	230,254
	2,286,043	1,426,681	5,505	102,733	62,737	127,521	2,354,285	1,656,935

* *The disaggregation is based on the location of customers from which revenue was generated.*

The Group has applied the practical expedient permitted under IFRS 15 for those performance obligations which are part of contracts that have an original expected duration of one year or less.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

4. Revenue (Continued)

Contract balances

The following table provides information about contract liabilities from contracts with customers.

	Group	
	6 months ended 30 Jun	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Contract liabilities (Note 23)	(20,285)	(39,639)

Significant changes in the contract liabilities balances during the period are as follows.

	Group	
	6 months ended 30 June	
	2022 RMB'000	2021 RMB'000
Revenue recognised that was included in the contract liability balance at the beginning of the year	39,639	58,585
Increases due to cash received, excluding amounts recognized as revenue during the year	(20,285)	(39,639)

5. Other operating income

	Group	
	6 months ended 30 June	
	2022 RMB'000	2021 RMB'000
Tug boat service	2,039	2,039
Interest income from fixed deposits	246	280
Vessel rental income	2,287	3,384
Subsidies from government*	-	1,009
Foreign exchange gain - net	-	1,737
Warehouse handling fee income#	3	419
Others	392	176
	<u>4,967</u>	<u>9,044</u>

*The subsidies from government related to monetary subsidies received from government agencies in PRC for work place safety, import activities and others.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

6. Other operating expenses

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Bank charges	1,137	4,421
Depreciation of vessel (Note 13)	2,622	2,622
Donation	95	70
Fair value loss on financial assets at fair value through P/L	8,142	1,743
Foreign exchange loss - net	6,731	-
Others	-	78
	<u>18,727</u>	<u>8,934</u>

7. Finance costs

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Interest expenses on bank borrowings	5,465	5,283
Interest expenses on leases	584	1,414
	<u>6,049</u>	<u>6,697</u>

8. Profit before income tax

In addition to the charges and credits disclosed elsewhere in the condensed financial statements, the above includes the following charges:

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Audit fees paid to auditors		
- Auditors of the Company	101	144
Depreciation of property, plant and equipment (Note 13)	10,869	13,636
Employee benefit costs (Note 9)	6,818	7,417
Marine freight	32,477	20,521
Loss on disposal of property, plant and equipment	-	76
	<u>-</u>	<u>76</u>

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

9. Employee benefits costs

	Group	
	6 months ended 30 Jun	
	2022	2021
	RMB'000	RMB'000
Salaries, bonuses and allowances	5,551	6,213
Other staff benefits	511	439
Contribution to retirement benefits schemes	755	766
	<u>6,818</u>	<u>7,417</u>

Employee benefits costs included the amounts shown as Directors' remuneration in Note 31(b) to the condensed financial statements.

10. Income tax expense

	Group	
	6 months ended 30 Jun	
	2022	2021
	RMB'000	RMB'000
Current income tax expense		
- Current income tax	2,209	3,558
Deferred income tax		
- Current year	2,286	-
	<u>4,495</u>	<u>3,558</u>
<u>Reconciliation of effective tax rate is as follows:</u>		
Profit before income tax expense	<u>10,520</u>	<u>13,406</u>
Tax calculated at applicable PRC tax rate of 25%	2,630	3,351
Tax effect of non-deductible items	2,005	7
Utilization of deferred tax asset previously not recognised arising from tax losses	<u>(140)</u>	<u>-</u>
Income tax expense	<u>4,495</u>	<u>3,558</u>

The Company is incorporated in Bermuda and accordingly exempted from income in the country of incorporation.

Tax laws affecting a subsidiary

a. Foreign investment enterprises income tax rate

With effective from 1 January 2008, the new applicable Corporate Income Tax ("CIT") rate will be 25% for all PRC subsidiaries held by foreign investment.

b. Withholding tax on dividends

Under the PRC tax law, dividends received by foreign investors from their investment in Chinese enterprises in respect of profits earned since 1 January 2008 are subject to withholding tax at a rate of 10% unless reduced by a treaty. Pursuant to a tax arrangement between the PRC and Singapore, the investment holding companies established in Singapore are subject to a reduced withholding tax rate of 5% on dividends they received from their PRC subsidiaries.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

11. Earnings per share

The calculations for earnings per share of the Group are based on:

	Group	
	6 months ended 30 Jun	
	2022	2021
Profit attributed to equity holders (RM'000)	<u>6,025</u>	<u>9,847</u>
Weighted average number of ordinary shares ('000)	<u>383,288</u>	<u>383,288</u>
Basic and diluted earnings per share (RMB fen)	<u>1.57</u>	<u>2.57</u>

Basic earnings per share is calculated by dividing the Group's profit attributed to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period. Diluted earnings per share is calculated by dividing the Group's profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all dilutive potential ordinary shares into ordinary shares.

There is no dilutive potential ordinary share for 6 months ended 2022 and 2021

12. 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 period.

	Group		Company	
	As at 30 June 2022	As at 31 December 2021	As at 30 June 2022	As at 31 December 2021
NAV per share (RMB cents)	64.57	62.67	29.88	31.82

Net asset value per ordinary share is calculated using the Group's and the Company's net asset values, as at the end of the respective financial period divided by the number of shares in issue (excluding treasury shares) of 383,288,000 ordinary shares as at 30 June 2022 and 31 December 2021, respectively.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

13. Property, plant and equipment

Group	Building and storage	Vessel	Plant and machinery	Motor vehicles	Office equipment	Leasehold improvements	Right-of-use assets	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<u>Cost</u>								
Balance at 1 January 2021	184,288	115,000	18,714	5,158	2,790	14,938	39,447	380,335
Additions	1,224	-	9,870	2,000	370	1,401	-	14,865
Disposals	-	-	-	(1,764)	(313)	-	(6,920)	(8,997)
Reclass	-	-	-	-	-	-	(5,560)	(5,560)
Balance at 31 December 2021	185,512	115,000	28,584	5,394	2,847	16,339	26,967	380,643
Balance at 1 January 2022	185,512	115,000	28,584	5,394	2,847	16,339	26,967	380,644
Additions			7,546	667	226	452	-	8,891
Balance at 30 June 2022	185,512	115,000	36,130	6,061	3,073	16,791	26,967	389,534

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

13. Property, plant and equipment (Continued)

Group	Building and storage	Vessel	Plant and machinery	Motor vehicles	Office equipment	Leasehold improvements	Right-of-use assets	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Accumulated depreciation								
Balance at 1 January 2021	136,481	50,648	18,330	3,119	2,193	12,773	11,682	235,225
Charged for the financial period	7,635	5,244	2,786	315	574	2,420	9,918	28,893
Disposal				(1,587)	(223)		(7,410)	(9,220)
Balance at 31 December 2021	144,116	55,892	21,116	1,847	2,545	15,193	14,190	254,899
Balance at 1 January 2022	144,116	55,892	21,116	1,847	2,545	15,193	14,190	254,899
Charged for the financial period	2,787	2,622	1,646	236	297	467	2,814	10,869
Balance at 30 June 2022	146,903	58,514	22,762	2,083	2,842	15,660	17,005	265,768
Accumulated impairment losses								
Balance at 1 January 2021	-	4,976	-	-	-	-	-	4,976
Charged for the financial period	-	-	-	-	-	-	-	-
Balance at 31 December 2021	-	4,976	-	-	-	-	-	4,976
Balance at 1 January 2022	-	4,976	-	-	-	-	-	4,976
Charged for the financial period	-	-	-	-	-	-	-	-
Balance at 30 June 2022	-	4,976	-	-	-	-	-	4,976
Carrying amount								
At 31 December 2021	41,396	54,132	7,468	3,548	302	1,146	12,777	120,768
At 30 June 2022	38,609	51,510	13,368	3,979	232	1,131	9,962	118,790

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

14. Investments in subsidiaries

	Company	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Unquoted equity investment, at cost	221,417	221,417
Less: Allowance for impairment	(65,140)	(65,140)
	156,277	156,277

Details of the subsidiaries are as follow:

Name of subsidiary/ (Principal place of business)	Registered capital	Effective equity held by the Group		Principal activities
		2022	2021	
Chaozhou Ouhua Energy Co., Ltd (PRC)	RMB221,416,000	100%	100%	Import, processing and wholesale of liquefied petroleum gas
Ouhua Energy (Singapore) Pte. Ltd. (Singapore)	S\$100	100%	100%	Dormant

15. Inventories

	Group	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Raw materials	266,012	210,004
Finished goods	8,346	3,532
	274,358	213,536

Cost of inventories recognized in cost of sales amounted to approximately RMB 2,739,854,000 (2021: RMB2,895,762,000) during the financial period.

16. Trade and other receivables

	Group	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Trade receivables – third parties	19,389	9,071
Less: Loss allowance	(1,130)	(1,169)
	18,259	7,902
Prepayments	2,318	374
Advances to suppliers	153,430	94,764
Others	6,229	1,194
Less: Loss allowance	(271)	(368)
	179,965	103,866

Trade receivables from third parties, arising from the Group's contract with its customers, are non-interest bearing and are generally on credit term of 10 days (2021 10 days). They are recognised as their original invoice amounts which represents their fair values on initial recognition.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

16. Trade and other receivables(continued)

Expected credit loss (ECL) assessment

The Group uses an allowance matrix to measure ECL for trade receivables. The ECL rates are based on the Group's historical loss experience of the customers, for the last 3 years prior to the reporting date for various customer groups that are assessed by geographical locations, product types and internal ratings, adjusted for forward looking factors, including their best estimate of the impact of COVID-19, specific to the debtors and the economic environment which could affect the ability of the debtors to settle the trade receivables. In considering the impact of the economic environment on the ECL rates, the Group assesses, for example, the gross domestic production growth rates of the countries and the growth rates of the major industries in which its customers operate. The Group adjusts the allowance matrix at each reporting date. Such estimation of the ECL rates may not be representative of the actual default in the future. The expected loss allowance on the Group's trade receivables as at 30 June 2022 is RMB 1,130,000 (2021: RMB 1,169,000).

17. Due from/to related parties

	Group		Company	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Due from a related party				
Trade	6,233	64,650	-	
Non-trade	5,633	2,218	25,172	68
	<u>11,866</u>	<u>66,868</u>	<u>25,172</u>	<u>68</u>
Due to related parties				
Non-trade	<u>8,987</u>	<u>8,040</u>	<u>3,627</u>	<u>4,151</u>

The trade and non-trade amount due from/to related parties are unsecured, interest-free and are repayable on demand.

18. Derivative financial instruments

	Group	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Derivatives contracts		
Commodity physical derivative instruments	-	156
	<u>-</u>	<u>156</u>

The Group enters into commodity derivatives, in which it agrees to exchange the difference between the fixed and floating prices, calculated by reference to an agreed-upon principal quantity, with its counterparties.

As at 30 June 2022, the fair value of commodity derivatives is estimated at RMB nil (2021: 156,000). The fair values of physical derivative instruments were determined based on price indices after adjusting for contract specific factors. The fair values of paper derivative instruments were determined based on closing quoted market prices on the last market day of the financial period.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

19. Short term investments

	Group	
	As at 30 June 2022	As at 31 December 2021
	RMB'000	RMB'000
Investment on local government bonds	700	-
	<u>700</u>	<u>-</u>

20. Margin deposits

Margin deposits are placed with an established financial institution for commodity future contracts trading and are non-interest bearing.

The carrying amounts of margin deposits approximate their fair values.

21. Pledged fixed deposits

Fixed deposits at the end of the financial period have an average period of 12 months (2021: 3 months) from the end of the financial period.

Fixed deposits are pledged with financial institutions as security for banking facilities granted to the Group. The effective interest rate for those fixed deposits is at 0.30% (2021: 0.30%) per annum. The carrying amounts of pledged fixed deposits approximate their fair values.

22. Cash and cash equivalents

	Group		Company	
	As at 30 June 2022	As at 31 December 2021	As at 30 June 2022	As at 31 December 2021
	RMB'000	RMB'000	RMB'000	RMB'000
Cash balances	955	228	-	-
Bank balances	64,955	143,625	694	11,535
	<u>65,910</u>	<u>143,853</u>	<u>694</u>	<u>11,535</u>

The carrying amounts of cash and cash equivalents approximate their fair values.

As at 30 Jun 2022, the Group has cash and cash equivalents placed with banks in the PRC amounting to RMB 65,147,000 (2021: RMB 132,318,000). The repatriation of the cash into Singapore is subject to the Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations in the PRC.

23. Trade and other payables

	Group	
	As at 30 June 2022	As at 31 December 2021
	RMB'000	RMB'000
Trade payables	81,669	105,930
Accrued expenses	1,147	5,089
Interest payable	863	426
Output VAT	4,426	-
Contract liabilities	20,285	46,932
Due to directors	-	2,369
Deposit received	2,409	1,480
Others	17,959	9,235
Total trade and other payables	<u>128,758</u>	<u>171,461</u>

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

Trade payables are non-interest bearing and are normally settled on 30 days (2021: 30 days) terms while other payables have an average term of 10 days (2021: 10 days). The increase in Trade payables results from the undue payables following the big-bulk purchasing of LPG in recent months.

Amounts due to directors are non-trade in nature, unsecured, interest-free and is repayable on demand. Contract liabilities relate to advances from customers. A contract liability is recognised for the advances received from customers and is derecognised as and when the performance obligation is met.

Deposit received pertains to security deposit from a customer who is using the designated warehouse of the Group to trade on DCE.

24. Due to a subsidiary and holding company

Amount due to a subsidiary and holding company are non-trade in nature, unsecured, interest-free and are repayable on demand. The carrying amount of amount due to a subsidiary and holding company approximates their fair values.

25. Bank borrowings

	Group	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Trust receipts	104,082	42,080
Bank loan A	230,000	150,000
Bank loan B	-	10,000
	334,082	202,080
Less: Amount due for settlement within 12 months (shown under current liabilities)	(334,082)	(202,080)
Amount due for settlement after 12 months (shown under non-current liabilities)	-	-
	-	-

Trust receipts were secured by pledged fixed deposits (Note 20) and corporate guarantees from related parties and personal guarantee by a director.

The average effective borrowing rates for trust receipts range between 2.09% (2021: 4.15%) and 6.00% (2021: 6.00%).

The Group's bank borrowings consist mainly of the following:-

- a) Bank loan A relates to Renminbi denominated bank loan that is secured by pledged fixed deposits (Note 20) and corporate guarantees from related parties and personal guarantee by a director. The effective interest rate of the bank loan at the reporting date is 4.15% (2021: 4.15%) per annum.
- b) Bank loan B relates to unsecured Renminbi denominated bank loan and is repayable in 4 tranches. Repayment commences on 21 December 2020 and in instalments with final instalment on 23 January 2022.

The carrying amounts of bank borrowings approximate their fair values.

26. The Group as a lessee

The Group leases office premises, land and vessel for 1 to 30 years.

The Group leases port terminals for 6 to 10 years. The Group is restricted from entering any sublease arrangement for these leases.

Extension options

The Group has several lease contracts with extension options exercisable by the Group up to 3 months before the end of the non-cancellable contract period. These extension options are exercisable by the Group and not by the lessors. The extension options are used by the Group to provide operation flexibility

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

in terms of managing the assets used in the Group's operation.

26(a) Right-of-use assets

The carrying amount of right-of-use assets by class of underlying asset classified within property, plant and equipment as follows:

	Office premises and land RMB'000	Port terminals RMB'000	Vessel RMB'000	Total RMB'000
Group				
At 1 January 2021	4,673	13,731	9,361	27,765
Disposal	-	-	(5,070)	(5,070)
Depreciation	(1,278)	(4,349)	(4,291)	(9,918)
At 31 December 2021	3,395	9,382	-	12,777
Depreciation	(639)	(2,175)	-	(2,814)
At 30 June 2022	2,756	7,207	-	9,962

26(b) Lease liabilities

	Group	
	As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Lease liabilities- non-current	5,350	17,753
Lease liabilities – current	6,673	8,005
	<u>12,023</u>	<u>25,758</u>

26(c) Amounts recognised in profit or loss

	Group	
	6 months ended 30 June	
	2022 RMB'000	2021 RMB'000
Interest expense on lease liabilities	584	1,414
Expense relating to short-term leases	3,288	4,425
	<u>3,872</u>	<u>5,839</u>

27. Share capital

	Group and Company					
	2022	2021	2022		2021	
	No. of ordinary shares '000	'000	USD'000	RMB'000	USD'000	RMB'000
Authorized (USD0.05 each)	1,000,000	1,000,000	50,000	390,000	50,000	390,000
Issued and fully paid						
At 1 January and 31 December	383,288	383,288	19,164	149,488	19,164	149,488

The Company has one class of ordinary shares which carry no right to fixed income.

The holders of ordinary shares are entitled to receive dividends as and when declared. All ordinary shares carry one vote per share without restriction.

The Company did not hold any treasury shares during the six months ended 30 June 2022.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

28. Share premium

	Group and Company			
	2022		2021	
	US\$'000	RMB'000	US\$'000	RMB'000
At 1 January and 30 June	16,704	130,298	16,704	130,298

Share premium is the capital of the Company raised upon issuing shares that was in excess of the par value of the shares of USD0.05.

29. Statutory reserve

According to the relevant PRC regulations and the Articles of Association of the PRC subsidiary, it is required to transfer 10% of its profit after income tax, as determined under China's General Accepted Accounting Principles, to the statutory surplus reserve until the reserve balance reaches 50% of its registered capital. The transfer to this reserve must be made before the distribution of dividends to equity owners. Statutory surplus reserve can be used to make good previous years' losses, if any, and may be converted into paid-in capital in proportion to the existing interests of equity owners, provided that the balance after such conversion is not less than 25% of the registered capital.

There is no movement in the Group's statutory reserve in financial period of 2022 and 2021 as the Group's PRC subsidiary is in an accumulated loss position at the end of both financial periods.

30. Foreign currency translation reserve

The foreign currency translation reserve comprises all foreign currency exchange differences arising from the translation of the condensed financial statements of the Company whose functional currency is different from that of the Group's presentation currency. Movement in this account is set out in the consolidated statement of changes in equity.

31. Significant related party transactions

During the financial period, in addition to those related party information disclosed elsewhere in the condensed financial statements, the following significant transactions took place during the financial period at terms agreed between the parties:

(a) Sale and purchases of goods and services

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Revenue		
Sale of LPG to a related party	227,396	62,196
Expenses		
Lease of port terminals, land use rights, office premises and staff dormitory paid to related parties	(3,045)	(2,870)
LPG transportation freight charges paid to related party	(4,497)	(2,127)

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

31. Significant related party transactions

(b) Compensation of key management personnel

The remuneration of directors of the Group during the financial period are as follows:

	Group	
	6 months ended 30 June	
	2022	2021
	RMB'000	RMB'000
Directors' fees	238	232
Director's salaries	485	317
Post-employment benefits	32	20
	<u>755</u>	<u>569</u>

32. Financial assets and financial liabilities

The carrying amount of the different categories of financial instruments is as disclosed on the face of the statements of financial position and as follows:

	<u>Note</u>	<u>Group</u>	
		<u>As at 30</u>	<u>As at 31</u>
		<u>June 2022</u>	<u>December 2021</u>
		RMB'000	RMB'000
<i>Financial assets at fair value through profit or loss</i>			
Derivatives financial assets	18	0	156
<i>Financial assets at amortised cost</i>			
Trade receivables – third parties	16	23,630	7,902
Other receivables (<i>excluding prepayment and advance to suppliers</i>)	16	48,736	826
Due from a related party	17	11,866	66,868
Short term investment	19	700	-
Margin deposits	20	23,016	387
Pledged fixed deposits	21	65,026	7,912
Cash and cash equivalents	22	65,910	143,853
		<u>238,884</u>	<u>227,748</u>
<i>Financial liabilities at amortised cost</i>			
Trade payables	23	81,669	105,930
Other payables (<i>excluding VAT tax payables and advance from customers</i>)	23	26,804	18,599
Due to a related party	17	8,987	8,040
Due to a holding company	17	1,678	1,593
Bank borrowings	25	334,082	202,080
Lease liabilities	26	12,023	13,879
		<u>465,243</u>	<u>350,121</u>

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD 30 JUNE 2022

32. Financial assets and financial liabilities (Continued)

	Note	Company	
		As at 30 June 2022 RMB'000	As at 31 December 2021 RMB'000
Financial assets at amortised cost			
Cash and cash equivalents	22	694	11,535
Due from a related party	17	25,172	68
		25,866	11,603
Financial liabilities at amortised cost			
Trade and other payables	23	4,263	3,675
Due to related parties	17	3,627	4,151
Due to a subsidiary	24	62,860	36,511
Due to a holding company	24	1,678	1,593
		72,428	45,931

The fair values of applicable assets and liabilities are determined and categorised using a fair value hierarchy as follows:

- (a). Level 1 - the fair values of assets and liabilities with standard terms and conditions and which trade in active liquid markets that the Group can access at the measurement date are determined with reference to quoted market prices (unadjusted).
- (b). Level 2 - in the absence of quoted market prices, the fair values of the assets and liabilities (excluding derivative instruments) are determined using the other observable, either directly or indirectly, inputs such as quoted prices for similar assets/liabilities in active markets, quoted prices for identical or similar assets/liabilities in non-active markets.
- (c). Level 3 - in the absence of quoted market prices included within Level 1 and observable inputs included within Level 2, the fair values of the remaining assets and liabilities are determined in accordance with generally accepted pricing models.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

<u>Recurring Fair Value Measurement</u>	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000
<u>Group</u>			
2022			
Financial assets:			
Derivative financial instruments	-	-	-
2021			
Financial assets:			
Derivative financial instruments	-	156	-

Except as disclosed in the respective notes, the carrying amounts of the current financial assets and financial liabilities approximate their respective fair values.

33. Subsequent events

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

Other Information Required by Listing Rule Appendix 7.2

OTHER INFORMATION

1. Review

The Condensed consolidated statements of financial position of OUHUA ENERGY HOLDINGS LIMITED and its subsidiaries as at 30 June 2022 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the financial period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Condensed consolidated statement of profit or loss and other comprehensive income

For six months ended 30 June 2022 ("FY2022 1H") vs six months ended 30 June 2021 ("FY2021 1H")

Revenue

Revenue increased by approximately 42% or RMB 697.4 million from RMB 1,656.9 million in 1H 2021 to RMB 2,354.3 million in 1H 2022 due to increase in LPG price from RMB 3,971 per ton in 1H FY2021 to RMB 5,520 per ton in 1H 2022, while the sales volume of liquefied petroleum gas ("LPG") kept stable at the same period, increasing slightly from 418,410 tons in 1H 2021 to 426,494 tons in 1H 2022.

Gross Profit

Gross profit increased by RMB 32.4 million or 75.7% from RMB 42.8 million in 1H 2021 to RMB 75.1 million in 1H 2022, due to the improvement of gross profit margin of 3.2% in 1H 2022, compared with the gross profit percentage of 2.6% in 1H 2021.

Other operating income

Other operating income decreased from RMB 9.0 million in 1H 2021 to RMB 5.0 million in 1H 2022. The decrease of RMB 4.0 million or 45.1% was mainly attributed to decrease on foreign exchange gains and subsidy income from local government.

Operating expenses

The increase in operating expenses was mainly due to the following:

Selling and distribution expense

Selling and distribution expense increased slightly by RMB 21.6 million or 131.8% from RMB 16.3 million in 1H 2021 to RMB 37.9 million in 1H 2022, due to increase in marine cost with expanded customer base and increase on fuel cost.

Administrative expenses

Administrative expenses increased by RMB 0.6 million or 8.3% from RMB 6.4 million in 1H 2021 to RMB 7.0 million in 1H 2022 mainly due to increase on premises rents.

Other operating expenses

Other operating expenses increased by RMB 9.8 million or 110% to RMB 18.7 million in 1H 2022 from RMB 8.9 million in 1H 2021 is mainly due to foreign exchange loss of RMB 6.7 million and loss on LPG future contract of RMB 8.1 million, partially offset by the decrease in bank charge.

Finance costs

Finance costs decreased by approximately RMB 0.6 million or 10% from RMB 6.7 million in 1H 2021 to RMB 6.0 million in 1H 2022, mainly due to saving in interest expense.

Profit attributable to equity holders

As a result of the above, the Group yields its profit attributable to equity holders of RMB 6.0 million in 1H 2022, compared with net profit of RMB 9.9 million in 1H 2021.

Review of performance of the Group

Condensed statements of financial position

Non-current assets

Non-current assets decreased by RMB 2.0 million or 1.6% from RMB 120.8 million as of 31 December 2021 to RMB118.8million as at 30 June 2022 mainly due to the acquisition of fixed assets amounting to 8.9 million, partially offset by depreciation of property, plant and equipment of RMB 10.9 million.

Current assets

Current assets increased by RMB 84.3 million or 15.7% from RMB 536.6 million as at 31 December 2021 to RMB 620.8 million as at 30 June 2022. This is mainly due to by increase on inventories of RMB 60.8 million , trade and other receivables of RMB 76.1 million and Pledged fixed deposits of RMB 65.0 million, partially offset by decrease in cash and cash equivalents of RMB 78.3 million and due from related parties of RMB 55.0 million . The increase in inventories is mainly due to increase demand in LPG as China is moving to green energy. The increase in trade and other receivables is mainly due to advances to supplier for the purchase of raw material for LPG as the demand and price of LPG increase.

Current liabilities

Current liabilities increased by approximately RMB 76.4 million or 18.8% from RMB 406.8 million as at 31 December 2021 to RMB 483.2 million as at 30 June 2022. This is mainly due to increase in bank borrowing of RMB 132.0 million, partially offset by decrease in trade and other payables of RMB 42.7 million.

Non-Current liabilities

Non-current liabilities decreased by RMB 3.6 million due to reclassification of a bank loans of RMB 2.3 million which falls due within one year and decrease on Lease liabilities of RMB 1.3 million.

Condensed consolidated statement of cash flows

The Group reported cash and cash equivalents of RMB 65.9 million as at 30 June 2022. The net decrease of RMB 79.7 million from cash and cash equivalents as of 31 December 2021 arose from foreign exchange rate changes of RMB 1.3 million on foreign currency cash balances and net cash outflow from operating, investing and financial activities during 1H 2022 of RMB 81.0 million.

Net cash used in operating activities amounted to RMB 107.0 million mainly due to cash utilized in working capital contributed by increase in trade and other receivables of RMB 76 million and inventories of RMB 61 million and decrease on trade and other payable of RMB 42.0 million , partially offset by an decrease in due from related parties of RMB 55.0 million. Considered our bank credit limit amounting to RMB 446 million, we have unused bank credit facilities of RMB 112 million. By the end of this July, the loan amounting to RMB 49 million has been repaid as scheduled.

Net cash used in investing activities amounted to RMB 17.6 million was due to purchase of property, plant and equipment amounting to RMB 8.9 million and loss on LPG future contracts amounting to RMB 8.1 million.

Net cash generated financing activities amounted to RMB 44.9 million mainly due to increase in bank

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES**Other Information Required by Listing Rule Appendix 7.2**

borrowings of RMB 147.7 million, partially offset by increase in pledged fixed deposit of RMB 65.0 million and repayment of bank borrowing of RMB 18.0 million and lease liabilities of RMB 13.7 million.

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

Not applicable.

4. **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 operating period and the next 12 months**

Geopolitical tensions have caused significant uncertainty on global economy thereby resulting in unprecedented disruption on energy supply chain. In China greater demand on clean energy has been driving the prices of oil and gas higher than ever. The Management is monitoring the potential impact of the price hike and results of recent spike in Covid 19 pandemic in China.

Risk management is our priority to turn the crisis around into opportunities. Ouhua is developing ways to integrate the process of risk management into our daily business. With the support of long-established relationships with our customers, suppliers, banks and local government, Ouhua management will continue to improve our profitability and keep our company in smooth track in dynamic situation.

5. **(a) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 period. 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 period.**

	<u>The Group and company</u>					
	2022		2021		2021	
	No. of ordinary shares '000	No. of ordinary shares '000	USD'000	RMB'000	USD'000	RMB'000
Authorized (USD0.05 each)	1,000,000	1,000,000	50,000	390,000	50,000	390,000
Issued and fully paid						
At 1 January and						
30 June	383,288	383,288	19,164	149,488	19,164	149,488

The Company did not have any treasury shares and subsidiary holdings as at 30 June 2022 and 31 December 2021.

No shares were bought back by the Company during the financial period ended 30 June 2022 and 31 December 2021 respectively

- (b) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of the immediately preceding year.**

Not applicable

- (c) 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.**

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
Other Information Required by Listing Rule Appendix 7.2

There were no treasury shares held by the Company during and as at the end of the current financial period reported on.

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

The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

6. If a decision regarding dividend has been made:

- (a) Whether an interim (final) ordinary dividend has been declared (recommended)**

None.

- (b) i) Amount per share in cents**

None.

- ii) Previous corresponding period in cents**

None.

- a) 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.

- b) The date the dividend is payable.**

Not applicable.

- (e) The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been declared or recommended for six months ended 30 June 2022.

The reason is to conserve cash for the Company's operation and general corporate purpose.

OUHUA ENERGY HOLDINGS LIMITED AND ITS SUBSIDIARIES
Other Information Required by Listing Rule Appendix 7.2

8. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), 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.

The Group has obtained a general mandate from shareholders for IPTs

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial period 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 under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	RMB'000	RMB'000	RMB'000
Guangdong Huajie Logistic Technology CO., Ltd			
• Lease of LPG transportation vehicles	An associate of our director and controlling shareholder Mr.Liang Guozhan-	2,791	2,791
Chaozhou Zhongkai Huafeng Energy Retail Chain Co., Ltd.			
• Sale of LPG	An associate of our director and controlling shareholder Mr.Liang Guozhan	226,681	226,681
Chaozhou Huafeng Refining Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory	An associate of our director and controlling shareholder Mr.Liang Guozhan-	1,140	1,140
• Sale of LPG		6,325	6,325
Guangdong Huafeng Zhongtian LNG Co., Ltd			
• Lease of port terminals, land use rights, office premises and staff dormitory	An associate of our director and controlling shareholder Mr.Liang Guozhan-	1,905	1,905

9. Disclosure of persons 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(13) below:

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a Director or Chief Executive Officer or substantial shareholder of the Company.”

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)

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.

Confirmation by 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 financial statements for the six-month period ended 30 June 2022 to be false or misleading in any material aspect.	
On behalf of the Board of Directors	
_____ Liang Guo Zhan [Director]	_____ Liang Yaling [Director]
Chaozhou, Guangdong, PRC	
11 August 2022	