

H.K. Exempted Company Limited (H.K. Exempted Company) is a company incorporated in the People's Republic of China with limited liability. Its shares are listed on the Hong Kong Stock Exchange. The company is a joint stock company incorporated in the People's Republic of China with limited liability. Its shares are listed on the Hong Kong Stock Exchange. The company is a joint stock company incorporated in the People's Republic of China with limited liability. Its shares are listed on the Hong Kong Stock Exchange.



Beijing Jingneng Clean Energy Co., Limited

北京京能清潔能源電力股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00579)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2021

FINANCIAL HIGHLIGHTS

- Revenue for the six months ended 30 June 2021 was RMB9,339.8 million, representing an increase of 12.81% compared with RMB8,280.0 million for the six months ended 30 June 2020.
- Profit before income tax for the six months ended 30 June 2021 was RMB1,884.3 million, representing an increase of 13.90% compared with RMB1,655.0 million for the six months ended 30 June 2020.
- Profit after income tax and minority interests for the six months ended 30 June 2021 was RMB1,488.2 million, representing an increase of 14.90% compared with RMB1,295.0 million for the six months ended 30 June 2020.
- Basic earnings per share for the six months ended 30 June 2021 was RMB18.05

RESULTS HIGHLIGHTS

The Board of Beijing Jingneng Clean Energy Co., Limited (the Company) is pleased to announce the interim results for the six months ended 30 June 2021 (the Reporting Period), which are set out in the Interim Financial Report (the IFRSs).

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six-month period ended 30 June 2021

		For the six-month period ended 30 June	
		2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Revenue	3	9,339,794	8,278,996
Cost of sales	4	453,502	357,646
Gross profit		(4,653,477)	(4,249,576)
Depreciation and amortization	8	(1,510,952)	(1,325,439)
Impairment losses		(412,971)	(338,735)
Finance income		(283,027)	(271,259)
Finance costs		(434,928)	(331,179)
Share of profit/loss of associates	5	(6,206)	(3,694)
Profit before income tax		2,491,735	2,116,760
Income tax	6	16,479	22,857
Finance income	6	(637,882)	(574,537)
Finance costs		25,725	89,202
Share of profit/loss of associates		(11,802)	
Profit after income tax		1,884,255	1,654,282
Income tax	7	(327,831)	(318,373)
Profit after tax	8	1,556,424	1,335,909
Profit after tax attributable to:			
Equity holders of the Company		1,488,178	1,295,215
Non-controlling interests		25,588	6,079
Profit after tax attributable to equity holders of the Company		42,658	34,615
Profit after tax		1,556,424	1,335,909
Exchange differences			
Exchange differences attributable to equity holders of the Company	10	18.05	15.71

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six-month period ended 30 June 2021

		For the six-month period ended 30 June	
		2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Profit from operations	8	<u>1,556,424</u>	<u>1,335,909</u>
Items that will not be reclassified to profit or loss:			
Gain from disposal of subsidiaries (FVCI)		-	3,428
Gain from disposal of subsidiaries (OCI)		-	5,250
		<u>-</u>	<u>8,678</u>
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		(30,276)	(16,736)
Cost of warranties:			
- (i) -		14,999	(7,075)
- (ii) -		6,003	4,769
- (iii) -		(4,518)	(1,001)
		<u>(13,792)</u>	<u>(20,043)</u>
		<u>(13,792)</u>	<u>(11,365)</u>
		<u>1,542,632</u>	<u>1,324,544</u>
Items that will be reclassified to profit or loss:			
Exchange differences on translation of foreign operations		1,474,386	1,283,850
Gain from disposal of subsidiaries		25,588	6,079
Gain from disposal of subsidiaries		42,658	34,615
		<u>1,542,632</u>	<u>1,324,544</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 RMB'000 (Audited)
Non-current Assets		
Property, plant and equipment	44,274,832	43,187,213
Intangible assets	1,406,351	1,431,342
Investment properties	4,301,875	4,410,754
Goodwill	190,049	190,049
Investments in subsidiaries	3,413,806	3,518,508
Long-term receivables	108,000	117,000
Investment in associates	119,102	130,904
Long-term debt receivable	70,000	70,000
Deferred tax assets	231,289	296,104
Equity investments in FCI	66,911	66,911
Other non-current assets	1,245,504	1,114,305
Deferred tax liabilities	1,779,300	1,072,426
Other non-current liabilities	46,211	50,787
Deferred tax liabilities	4,340	-
	<u>57,257,570</u>	<u>55,656,303</u>
Current Assets		
Inventory	121,310	104,416
Prepaid expenses and other receivables	9,178,645	9,159,317
Other receivables	540,683	463,778
Current tax assets	17,168	16,565
Accounts receivable	87,830	170,193
Other current assets	433,688	469,666
Financial assets (F & L)	200,780	196,043
Other current liabilities	4,533	4,577
Current tax liabilities	6,592,508	4,297,450
	<u>17,177,145</u>	<u>14,882,005</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 R'000 (Audited)
Current Liabilities		
Trade payables	12 5,186,954	5,058,989
Accounts payable	475,927	189,539
Bank and other financial assets with contractual maturities less than 12 months	9,269,260	12,318,322
Other financial liabilities	9,068,797	7,060,658
Other payables	95,249	96,656
Contract liabilities	26,281	26,128
Contract assets	56,571	56,380
Liabilities to subsidiaries	42,110	64,659
Deferred income	-	19,576
Income tax payable	24,662	125,381
Deferred tax liabilities	107,887	228,336
	<u>24,353,698</u>	<u>25,244,624</u>
Net Current Liabilities	<u>(7,176,553)</u>	<u>(10,362,619)</u>
Total Assets less Current Liabilities	<u>50,081,017</u>	<u>45,293,684</u>
Non-current Liabilities		
Deferred income	41,908	45,002
Bank and other financial assets with contractual maturities more than 12 months	14,785,426	10,896,268
Other financial liabilities	4,488,679	4,488,679
Contract liabilities	1,999,284	1,999,284
Contract assets	5,100	12,440
Deferred tax assets	188,235	193,615
Deferred tax liabilities	437,138	435,811
Liabilities to subsidiaries	827,378	836,336
Other payables	16,037	19,402
	<u>22,789,185</u>	<u>18,926,837</u>
Net Assets	<u>27,291,832</u>	<u>26,366,847</u>
Capital and Reserves		
Equity	8,244,508	8,244,508
Reserves	17,156,306	16,249,142
	<u>25,400,814</u>	<u>24,493,650</u>
Employee benefits	391,448	347,615
Other non-current financial assets	1,499,570	1,525,582
	<u>27,291,832</u>	<u>26,366,847</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended 30 June 2021 (continued)

1. GENERAL AND BASIS OF PRESENTATION

The consolidated financial statements of the Group were prepared by the Directors of the Company (the "Directors") in accordance with the applicable accounting standards. The Group's total assets as at 30 June 2021 were RMB7,176,553,000. The Group's total liabilities as at 30 June 2021 were RMB1,120,000,000. The Group's total equity as at 30 June 2021 was RMB6,056,553,000. The Directors of the Company are responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the applicable accounting standards.

The consolidated financial statements were prepared in accordance with International Accounting Standards (IAS) 34 Interim Financial Reporting, International Accounting Standards for Small and Medium Entities (IAS) 16 Property, Plant and Equipment, and the Listing Rules of the Hong Kong Stock Exchange. The consolidated financial statements are presented in Renminbi Yuan (RMB), which is the functional currency of the Company.

The consolidated financial statements are presented in RMB, which is the functional currency of the Company.

2. PRINCIPAL ACCOUNTING POLICIES

The consolidated financial statements were prepared in accordance with the applicable accounting standards.

The consolidated financial statements were prepared in accordance with International Financial Reporting Standards (IFRSs), as issued by the International Accounting Standards Board (IASB). The Group's consolidated financial statements for the period ended 30 June 2021 were prepared in accordance with the applicable accounting standards as at 31 December 2020.

Application of amendments to IFRSs

The consolidated financial statements of the Group were prepared in accordance with IFRSs as issued by the IASB. The Group has adopted the amendments to IFRSs issued by the IASB effective from 1 January 2021 for the consolidated financial statements of the Group for the period ended 30 June 2021.

- | | |
|--|--------------------------------------|
| Amendments to IFRS 16 | COVID-19 related amendments to IFRSs |
| Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 | Interest Rate Benchmark Reform 2019 |

The consolidated financial statements of the Group were prepared in accordance with IFRSs as issued by the IASB. The Group has adopted the amendments to IFRSs issued by the IASB effective from 1 January 2021 for the consolidated financial statements of the Group for the period ended 30 June 2021.

3A. REVENUE FROM CONTRACTS WITH CUSTOMERS

(i) Disaggregation of revenue from contracts with customers:

For the six months ended 30 June 2021 (Unaudited)

	Gas-fired power and heat energy generation RMB'000	Wind power RMB'000	Photovoltaic power RMB'000	Hydropower RMB'000	Others RMB'000	Total RMB'000
Revenue from contracts with customers	5,296,968	1,541,058	1,255,347	146,616	-	8,239,989
Revenue from contracts with customers	1,097,710	-	-	-	-	1,097,710
Revenue from contracts with customers	-	-	-	-	2,095	2,095
Revenue from contracts with customers	6,394,678	1,541,058	1,255,347	146,616	-	9,337,699
Revenue from contracts with customers	-	-	-	-	2,095	2,095
Revenue from contracts with customers	6,394,678	1,484,196	1,253,563	146,616	2,095	9,281,148
Revenue from contracts with customers	-	56,862	1,784	-	-	58,646
Revenue from contracts with customers	<u>6,394,678</u>	<u>1,541,058</u>	<u>1,255,347</u>	<u>146,616</u>	<u>2,095</u>	<u>9,339,794</u>

For the six months ended 30 June 2020 (Unaudited)

	Gas-fired power and heat energy generation RMB'000	Wind power RMB'000	Photovoltaic power RMB'000	Hydropower RMB'000	Others RMB'000	Total RMB'000
Revenue from contracts with customers	4,868,711	1,109,536	1,028,642	143,215	-	7,150,104
Revenue from contracts with customers	1,127,393	-	-	-	-	1,127,393
Revenue from contracts with customers	-	-	-	-	1,499	1,499
Revenue from contracts with customers	5,996,104	1,109,536	1,028,642	143,215	-	8,277,497
Revenue from contracts with customers	-	-	-	-	1,499	1,499
Revenue from contracts with customers	5,996,104	1,057,468	1,026,435	143,215	1,499	8,224,721
Revenue from contracts with customers	-	52,068	2,207	-	-	54,275
Revenue from contracts with customers	<u>5,996,104</u>	<u>1,109,536</u>	<u>1,028,642</u>	<u>143,215</u>	<u>1,499</u>	<u>8,278,996</u>

(ii) **Geographical information**

For further information, please refer to the section titled "Geographical Information" in the Company's 2021 Annual Report, which is available on the Company's website at <http://www.000000.com>.

3B. SEGMENT INFORMATION

(a) **Segment revenue and results**

The Group's revenue is derived from the following segments: Gas-fired power and heat energy, Wind power, Photovoltaic power, Hydropower, and Others. The Group's revenue is derived from the following segments: Gas-fired power and heat energy, Wind power, Photovoltaic power, Hydropower, and Others. The Group's revenue is derived from the following segments: Gas-fired power and heat energy, Wind power, Photovoltaic power, Hydropower, and Others.

Gas-fired power and heat energy is the main revenue source of the Group. The revenue of Gas-fired power and heat energy is derived from the sale of electricity and heat energy.

Wind power is the main revenue source of the Group. The revenue of Wind power is derived from the sale of electricity.

Photovoltaic power is the main revenue source of the Group. The revenue of Photovoltaic power is derived from the sale of electricity.

Hydropower is the main revenue source of the Group. The revenue of Hydropower is derived from the sale of electricity.

Others include revenue from the sale of electricity, heat energy, and other services. The revenue of Others is derived from the sale of electricity, heat energy, and other services.

As of the end of the reporting period, the Group's revenue is derived from the following segments: Gas-fired power and heat energy, Wind power, Photovoltaic power, Hydropower, and Others.

	Gas-fired power and heat energy generation RMB'000	Wind power RMB'000	Photovoltaic power RMB'000	Hydropower RMB'000	Others RMB'000	Total RMB'000
Revenue	6,394,678	1,541,058	1,255,347	146,616	2,095	9,339,794
Cost of sales	1,484,959	1,418,492	1,121,089	105,257	(127,110)	4,002,687
Depreciation	447,710	426,477	443,452	52,406	7,390	1,377,435
Administrative	7,532	84,728	27,704	12,992	561	133,517
Profit/(Loss)	<u>1,029,717</u>	<u>907,287</u>	<u>649,933</u>	<u>39,859</u>	<u>(135,061)</u>	<u>2,491,735</u>

Amounts in RMB'000. Group revenue includes revenue from sales of goods and services. For the six-month period ended 30 June 2020, the revenue is as follows:

	Group revenue					
	Revenue from sales of goods	Revenue from sales of services	Revenue from sales of other goods	Revenue from sales of other services	Revenue from sales of other goods and services	Revenue from sales of other goods and services
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
For the six-month period ended 30 June 2020						
(continued)						
Revenue from sales of goods	5,996,104	1,109,536	1,028,642	143,215	1,499	8,278,996
Revenue from sales of services	1,425,653	1,048,704	967,842	106,931	(106,931)	3,442,199
Revenue from sales of other goods	432,280	358,656	358,011	54,994	2,435	1,206,376
Revenue from sales of other services	5,129	84,341	16,730	12,322	541	119,063
Revenue from sales of other goods and services (net)	<u>988,244</u>	<u>605,707</u>	<u>593,101</u>	<u>39,615</u>	<u>(109,907)</u>	<u>2,116,760</u>

(continued)

(c) Revenue from sales of goods includes revenue from sales of goods and services. Revenue from sales of services includes revenue from sales of services and other goods and services. Revenue from sales of other goods and services includes revenue from sales of other goods and services and other goods and services. Revenue from sales of other goods and services (net) includes revenue from sales of other goods and services and other goods and services (net).

4. OTHER INCOME

	For the six-month period ended 30 June	
	2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Gain from disposal of subsidiaries		
Gain from disposal of subsidiaries (net)	279,419	199,907
Gain from disposal of subsidiaries (net)	14,824	10,377
Income from other sources	66,435	60,007
Income from other sources (net)	64,726	48,650
Other	<u>28,098</u>	<u>38,705</u>
	<u>453,502</u>	<u>357,646</u>

(c) 2021

() 2021 Gr... w... w... B... 2020, w... Gr... B... Gr... Gr... W... Gr... W... W...

() Gr... Gr... W... W...

() Gr... 50% r... W... W... 2020, w... W... 2021, w...

5. OTHER GAINS AND LOSSES

	For the six-month period ended 30 June	
	2021 RMB'000 (Unaudited)	2020 B'000 ()
Losses	(8,689)	(9,583)
Gain (Loss) from disposal of subsidiaries	250	(6,619)
Gain (Loss) from disposal of subsidiaries (F/L)	6,986	(60,594)
Other	(4,753)	73,102
	<u>(6,206)</u>	<u>(3,694)</u>

6. INTEREST INCOME/FINANCE COSTS

	For the six-month period ended 30 June	
	2021 RMB'000 (Unaudited)	2020 B'000 ()
Interest income	<u>16,479</u>	<u>22,857</u>
Interest expense	705,846	587,058
Loss from financial assets	<u>(67,964)</u>	<u>(12,521)</u>
Other finance costs	<u>637,882</u>	<u>574,537</u>

7. INCOME TAX EXPENSE

	For the six-month period ended 30 June	
	2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Current tax:		
China Enterprise Income Tax	270,532	328,727
Deferred tax:		
China Enterprise Income Tax	57,299	(10,354)
Income tax expense	<u>327,831</u>	<u>318,373</u>

China Enterprise Income Tax expense for the six-month period ended 30 June 2021 is calculated at 25% on the taxable profit for the period.

China Enterprise Income Tax was provided for the six-month period ended 30 June 2021 and 2020. The Company's income tax expense for the six-month period ended 30 June 2021 is calculated at 25% on the taxable profit for the period. The Company's income tax expense for the six-month period ended 30 June 2020 is calculated at 25% on the taxable profit for the period. A deferred tax asset of RMB57,299 thousand was recognized for the six-month period ended 30 June 2021. The deferred tax asset is recognized for the six-month period ended 30 June 2021 as the Company is confident that it will have sufficient taxable profit in the future to utilize the tax loss carryforwards.

A subsidiary of the Company, Beijing Jingneng Future Gas Thermal Power Co., Ltd. (北京京能未來燃氣熱電有限公司) (Weilai Gas) was established in Hong Kong in 2015. The subsidiary is a wholly-owned subsidiary of the Company. The subsidiary is a variable interest entity. The subsidiary's income tax expense for the six-month period ended 30 June 2021 is calculated at 15% on the taxable profit for the period. The subsidiary's income tax expense for the six-month period ended 30 June 2020 is calculated at 15% on the taxable profit for the period.

The Company's income tax expense for the six-month period ended 30 June 2021 is calculated at 16.5% on the taxable profit for the period. The Company's income tax expense for the six-month period ended 30 June 2020 is calculated at 16.5% on the taxable profit for the period.

The Company's income tax expense for the six-month period ended 30 June 2021 is calculated at 16.5% on the taxable profit for the period.

A subsidiary of the Company, Beijing Jingneng Future Gas Thermal Power Co., Ltd. (北京京能未來燃氣熱電有限公司) (Weilai Gas) was established in Hong Kong in 2015. The subsidiary is a wholly-owned subsidiary of the Company. The subsidiary is a variable interest entity. The subsidiary's income tax expense for the six-month period ended 30 June 2021 is calculated at 15% on the taxable profit for the period. The subsidiary's income tax expense for the six-month period ended 30 June 2020 is calculated at 15% on the taxable profit for the period.

8. PROFIT FOR THE PERIOD

	For the six-month period ended 30 June	
	2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Profit before income tax		
Attributable to equity holders of the Company	1,862	1,710
Attributable to non-controlling interests	26,391	26,630
Profit after income tax	<u>28,253</u>	<u>28,340</u>
Deferred tax expense/(income):		
Deferred tax expense/(income) on assets	1,341,900	1,182,044
Deferred tax expense/(income) on liabilities	35,535	24,332
Attributable to equity holders of the Company	133,517	119,063
Profit after tax	<u>1,510,952</u>	<u>1,325,439</u>

9. DIVIDENDS

- () On 24 June 2021, the Board of Directors of the Company has approved a cash dividend of RMB567,222,000 with respect to the 2020 financial year.
- () The Dividend for the period ended 30 June 2021 (compared to 30 June 2020: Nil).

10. EARNINGS PER SHARE

The Company's earnings for the period ended 30 June 2021 of RMB1,488,178,000 (compared to 30 June 2020: RMB1,295,215,000) were divided by the weighted average number of shares outstanding for the period ended 30 June 2021 of 8,244,508,000 (compared to 30 June 2020: 8,244,508,000).

The Company's earnings for the period ended 30 June 2021 were calculated in accordance with the applicable accounting standards.

11. TRADE AND BILLS RECEIVABLES

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 RMB'000 (Audited)
Trade receivables	1,316,702	2,198,687
Accounts receivable	7,655,891	6,683,224
Bills receivable	223,521	294,875
	<u>9,196,114</u>	<u>9,176,786</u>
Less: Allowance for doubtful debts	(17,469)	(17,469)
	<u><u>9,178,645</u></u>	<u><u>9,159,317</u></u>

The Group's working capital of RMB60,000,000 (compared to RMB60,000,000) was used to fund the operations of the Group for the period ended 30 June 2021. The Group's working capital of RMB60,000,000 (compared to RMB60,000,000) was used to fund the operations of the Group for the period ended 30 June 2020.

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 RMB'000 (Audited)
Over 60 days	1,618,233	2,849,843
61 to 365 days	2,536,843	2,649,928
1 to 2 days	3,008,036	2,200,362
2 to 3 days	1,583,665	906,255
Under 3 days	431,868	552,929
	<u>9,178,645</u>	<u>9,159,317</u>

Group's financial statements. The Group's financial statements are prepared in accordance with the accounting policies set out in the accounting policy notes. The Group's financial statements are prepared on a going concern basis. The Group's financial statements are prepared in accordance with the accounting policies set out in the accounting policy notes. The Group's financial statements are prepared on a going concern basis.

As at 30 June 2021, the Group's financial statements are prepared in accordance with the accounting policies set out in the accounting policy notes. The Group's financial statements are prepared on a going concern basis. The Group's financial statements are prepared in accordance with the accounting policies set out in the accounting policy notes. The Group's financial statements are prepared on a going concern basis.

12. TRADE AND OTHER PAYABLES

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 RMB'000 (Audited)
Trade payables	2,259,012	2,384,450
Other payables	1,591,705	1,601,100
Accrued expenses	707,737	446,166
Bank balances	20,000	20,000
Prepaid expenses	99,928	103,870
Deferred income	83,238	164,689
Due from related parties	177,670	-
Total	<u>247,664</u>	<u>338,714</u>
	<u>5,186,954</u>	<u>5,058,989</u>

The following table shows the Group's financial statements are prepared in accordance with the accounting policies set out in the accounting policy notes. The Group's financial statements are prepared on a going concern basis.

	As at 30 June 2021 RMB'000 (Unaudited)	As at 31 December 2020 RMB'000 (Audited)
Trade payables	1,019,010	1,676,193
Other payables	1,048,158	563,194
Accrued expenses	159,677	115,688
Bank balances	11,805	37,516
Prepaid expenses	40,362	11,859
Total	<u>2,279,012</u>	<u>2,404,450</u>

MANAGEMENT DISCUSSION AND ANALYSIS

I. REVIEW OF THE POWER INDUSTRY

In the first half of 2021, China's power generation capacity continued to grow. According to the National Energy Administration, as of the end of June 2021, China's total power generation capacity reached 22.6 billion kilowatts, an increase of 9.5% over the same period last year. Among them, the capacity of hydropower, wind power, solar power, and nuclear power increased by 1.27 billion kilowatts, 4.1%, 3.4%, and 2.9% respectively. The capacity of thermal power decreased by 270 million kilowatts, 4.7%. The total installed capacity of power generation equipment in the first half of 2021 was 1.02 billion kilowatts, an increase of 17.8% over the same period last year. The total installed capacity of power generation equipment in the first half of 2021 was 1.02 billion kilowatts, an increase of 17.8% over the same period last year. The total installed capacity of power generation equipment in the first half of 2021 was 1.02 billion kilowatts, an increase of 17.8% over the same period last year.

In the first half of 2021, China's power generation capacity continued to grow. According to the National Energy Administration, as of the end of June 2021, China's total power generation capacity reached 22.6 billion kilowatts, an increase of 9.5% over the same period last year. Among them, the capacity of hydropower, wind power, solar power, and nuclear power increased by 1.27 billion kilowatts, 4.1%, 3.4%, and 2.9% respectively. The capacity of thermal power decreased by 270 million kilowatts, 4.7%. The total installed capacity of power generation equipment in the first half of 2021 was 1.02 billion kilowatts, an increase of 17.8% over the same period last year.

In the first half of 2021, China's power generation capacity continued to grow. According to the National Energy Administration, as of the end of June 2021, China's total power generation capacity reached 22.6 billion kilowatts, an increase of 9.5% over the same period last year. Among them, the capacity of hydropower, wind power, solar power, and nuclear power increased by 1.27 billion kilowatts, 4.1%, 3.4%, and 2.9% respectively. The capacity of thermal power decreased by 270 million kilowatts, 4.7%. The total installed capacity of power generation equipment in the first half of 2021 was 1.02 billion kilowatts, an increase of 17.8% over the same period last year.

II. BUSINESS REVIEW FOR THE FIRST HALF OF 2021

In the first half of 2021, the Group's business performance was stable. The Group's total revenue was 1,853 million yuan, an increase of 119 million yuan over the same period last year. The Group's total profit was 2,186 million yuan, an increase of 231 million yuan over the same period last year. The Group's total assets were 1,212 million yuan, an increase of 88 million yuan over the same period last year. The Group's total liabilities were 660 million yuan, an increase of 3 million yuan over the same period last year. The Group's total equity was 1,496 million yuan, an increase of 33 million yuan over the same period last year.

1. Steady increase in installed capacity

As of 30 June 2021, the installed capacity of the Group was 11,215 MW, an increase of 14% compared with 9,820 MW at the end of 2020. The increase was driven by the completion of the following projects:

- the 4,702 MW project, which represents 42% of the increase;
- the 3,146 MW project, which represents 28% of the increase;
- the 2,917 MW project, which represents 26% of the increase;
- and the 0.45 MW project, which represents 4% of the increase.

In addition, the Group's installed capacity was 0.349 MW at the end of June 2021, compared with 0.349 MW at the end of December 2020.

2. Significant increase in power generation

As of 30 June 2021, the Group's power generation was 16,179 MWh, an increase of 17.73% compared with 13,742 MWh at the end of 2020. The increase was driven by the following projects:

- the 9,733 MWh project, which represents 59.2% of the increase;
- the 2,070 MWh project, which represents 15.5% of the increase;
- the 3,803 MWh project, which represents 44.43% of the increase;
- the 1,294 MWh project, which represents 19.9% of the increase;
- the 82 MWh project, which represents 1.0% of the increase;
- the 2,046 MWh project, which represents 37.87% of the increase;
- the 702 MWh project, which represents 1.0% of the increase;
- the 42 MWh project, which represents 0.3% of the increase;
- the 597 MWh project, which represents 3.86% of the increase;
- the 1,327 MWh project, which represents 53.3% of the increase;
- the 1,486 MWh project, which represents 9.2% of the increase;

3. Pushing forward project development smoothly

In June 2021, the Group's project development was as follows:

- the Group has completed the construction of 18 projects with a total capacity of 1,754 MW;
- the Group has completed the construction of 13 projects with a total capacity of 1,486 MW;

I... 1.2 ... -B...
 r... w... n... D...
 f... n... C...
 G... -B... 14... F...
 fC... f...
 D... 2 0.4 ...
 14... F... G...
 w... B... G... 4 0.8 ...
 w... 14... F... G...
 J... G... 0.126 ... /0.504 ...
 w... f... H...
 14... F... H... E... w...
 G... 5(1*% ()0.5(r)0.r.5()4()0.5(r)0.5()0.5()0.5()r(

Gas-fired Power and Heat Energy Generation Segment

The revenue from gas-fired power and heat energy generation segment increased 6.65% from B5,996.1 million for the year ended 31st March 2020 to B6,394.7 million for the year ended 31st March 2021, following an increase in the number of gas-fired power and heat energy generation units of 8.80% from B4,868.7 million for the year ended 31st March 2020 to B5,297.0 million for the year ended 31st March 2021, and an increase in the average selling price of 2.63% from B1,127.4 million for the year ended 31st March 2020 to B1,097.7 million for the year ended 31st March 2021, partially offset by a decrease in the number of gas-fired power and heat energy generation units for the year ended 31st March 2020.

Wind Power Segment

The revenue from wind power generation segment increased 38.90% from B1,109.5 million for the year ended 31st March 2020 to B1,541.1 million for the year ended 31st March 2021, following an increase in the number of wind power generation units of 38.90% from B1,109.5 million for the year ended 31st March 2020 to B1,541.1 million for the year ended 31st March 2021, and an increase in the average selling price of 0.00% from B1,109.5 million for the year ended 31st March 2020 to B1,109.5 million for the year ended 31st March 2021.

Photovoltaic Power Segment

The revenue from photovoltaic power generation segment increased 22.04% from B1,028.6 million for the year ended 31st March 2020 to B1,255.3 million for the year ended 31st March 2021, following an increase in the number of photovoltaic power generation units of 22.04% from B1,028.6 million for the year ended 31st March 2020 to B1,255.3 million for the year ended 31st March 2021, and an increase in the average selling price of 0.00% from B1,028.6 million for the year ended 31st March 2020 to B1,028.6 million for the year ended 31st March 2021.

Hydro Power Segment

The revenue from hydro power generation segment increased 2.30% from B143.3 million for the year ended 31st March 2020 to B146.6 million for the year ended 31st March 2021.

Other Segment

The revenue from other segment increased 40.00% from B1.5 million for the year ended 31st March 2020 to B2.1 million for the year ended 31st March 2021.

3. Other Income

The revenue from other income segment increased 26.82% from B357.6 million for the year ended 31st March 2020 to B453.5 million for the year ended 31st March 2021, following an increase in the number of other income units of 26.82% from B357.6 million for the year ended 31st March 2020 to B453.5 million for the year ended 31st March 2021, and an increase in the average selling price of 0.00% from B357.6 million for the year ended 31st March 2020 to B357.6 million for the year ended 31st March 2021.

4. Operating Expenses

Operating expenses increased 11.99% from B6,519.9 million for 2020 to B7,301.6 million for 2021, primarily due to an increase in depreciation and amortization expense, personnel costs, and other expenses.

Gas Consumption

Gas consumption decreased 9.50% from B4,249.6 million for 2020 to B4,653.5 million for 2021, primarily due to a decrease in gas consumption.

Depreciation and Amortization Expense

Depreciation and amortization expense increased 14.00% from B1,325.4 million for 2020 to B1,511.0 million for 2021, primarily due to an increase in depreciation expense.

Personnel Costs

Personnel costs increased 21.94% from B338.7 million for 2020 to B413.0 million for 2021, primarily due to an increase in gross wages, bonuses, and allowances, and an increase in social security and pension expenses.

Repair and Maintenance

Repair and maintenance expense decreased 4.31% from B271.3 million for 2020 to B283.0 million for 2021, primarily due to a decrease in repair and maintenance expense.

Other Expenses

Other expenses (1) increased (2) decreased (3) increased (4) decreased (5) increased (6) decreased (7) increased

Other expenses increased 31.31% from B331.2 million for 2020 to B434.9 million for 2021, primarily due to an increase in other expenses.

7. Finance Costs

Finance costs were 11.04% of B574.5 million for the year ended 31 December 2020, compared with B637.9 million for the year ended 31 December 2021. Finance costs were primarily interest on bank borrowings, overdrafts, and other financial liabilities.

8. Share of Results of Associates and a Joint Venture

Share of results of associates and a joint venture was 84.42% of B89.2 million for the year ended 31 December 2020, compared with B13.9 million for the year ended 31 December 2021. The share of results of associates and a joint venture included the share of results of the joint venture, B. J. Interiors International (UK) Limited.

9. Profit before Taxation

Profit before taxation was 13.90% of B1,654.3 million for the year ended 31 December 2020, compared with B1,884.3 million for the year ended 31 December 2021.

10. Income Tax Expense

Income tax expense was 2.95% of B318.4 million for the year ended 31 December 2020, compared with B327.8 million for the year ended 31 December 2021. Effective tax rates were 19.25% for the year ended 31 December 2020 and 17.40% for the year ended 31 December 2021.

11. Profit for the Period

Profit for the period was 16.51% of B1,335.9 million for the year ended 31 December 2020, compared with B1,556.4 million for the year ended 31 December 2021.

12. Profit for the Period Attributable to Equity Holders of the Company

Profit for the period attributable to equity holders of the Company was 14.90% of B1,295.2 million for the year ended 31 December 2020, compared with B1,488.2 million for the year ended 31 December 2021.

IV. FINANCIAL POSITION

1. Overview

As at 30 June 2021, the Group's net assets were B74,434.7 million, compared with B47,142.9 million as at 30 June 2020. Net assets were primarily composed of B27,291.8 million of cash and cash equivalents, B25,400.8 million of property, plant and equipment, and B21,742.1 million of intangible assets.

2. Particulars of Assets and Liabilities

5.52% f. B70,538.3 31 D. 2020
 B74,434.7 30 J. 2021,
 6.73% f. B44,171.5 31 D. 2020
 B47,142.9 30 J. 2021,
 3.51% f. B26,366.8
 31 D. 2020 B27,291.8 30 J. 2021. E
 3.70% f. B24,493.7 31 D. 2020
 B25,400.8 30 J. 2021,
 f. f. 2021.

3. Liquidity

A. f. 30 J. 2021, B17,177.1
 B6,592.5 B9,178.6
 B1,406.0
 B24,353.7
 B9,269.3
 B9,068.8 B95.2 B26.3
 B5,187.0
 B707.1

30.75% f. B10,362.6 31 D. 2020
 B7,176.6 30 J. 2021.

4. Net Gearing Ratio

0.44
 55.28% 31 D. 2020 54.84% 30 J. 2021.

Gr. 7.72% f. B36,886.0
 31 D. 2020 B39,733.0 30 J. 2021,
 B9,269.3 B9,068.8
 B4,583.9 B14,785.4
 B2,025.6

B. Gr. 53.40% f. B4,297.5
 31 D. 2020 B6,592.5 30 J. 2021.

V. OTHER SIGNIFICANT EVENTS

1. Financing

On 4 July 2021, the Group issued a 179-million RMB fixed-rate bond with a term of 3 years and a coupon rate of 2.65% (B2101179).

On 18 July 2021, the Group issued a 238-million RMB fixed-rate bond with a term of 3 years and a coupon rate of 2.80% (B2101238).

On 23 August 2021, the Group issued a 270-million RMB fixed-rate bond with a term of 3 years and a coupon rate of 2.99% (B2101270).

On 24 July 2021, the Group issued a 266-million RMB fixed-rate bond with a term of 3 years and a coupon rate of 2.68% (B2101266).

2. Capital Expenditure

In 2021, the Group's capital expenditure was RMB2,910.5 million, of which RMB2,605.5 million was paid in cash and RMB305.0 million was settled by bank credit.

3. Acquisition and Establishment of Subsidiaries

Acquired subsidiaries in 2021: Hebei Rongzhi New Energy Power Co., Ltd.* (河北融智新源電力有限公司), a wholly-owned subsidiary of the Group, was established in February 2021, with a registered capital of RMB100 million; Eneon Energy Technology Co., Ltd.* (鄂托克前旗晟日新能源科技有限公司), a wholly-owned subsidiary of the Group, was established in February 2021, with a registered capital of RMB100 million.

In 2021, the Group established Beijing Jingneng Jintong New Energy Co., Ltd.* (北京京能京通新能源有限公司), a wholly-owned subsidiary of the Group, with a registered capital of RMB100 million; Yinchuan Jingneng Clean Energy Co., Ltd.* (銀川京能清潔能源有限公司), a wholly-owned subsidiary of the Group, with a registered capital of RMB100 million; and Bayanzhuoer Jingneng Clean Energy Power Co., Ltd.* (巴彥淖爾京能清潔能源電力有限公司), a wholly-owned subsidiary of the Group, with a registered capital of RMB100 million.

* For more information, please refer to the relevant announcements.

4. Contingent Liabilities

As of 30 June 2021, the Group has no contingent liabilities.

5. Mortgage of Assets

As of 30 June 2021, the Group has no mortgage of assets.

6. Significant Events after the Reporting Period

On 19 July 2021, the Company received information that the wholly-owned subsidiary of the Company, Ningxia Jiatai New Energy Co., Ltd. (寧夏嘉澤新能源股份有限公司), has completed the 100% acquisition of Ningxia Wengyang New Energy Co., Ltd. (寧夏愷陽新能源有限公司) and Ningxia Boyang New Energy Co., Ltd. (寧夏博陽新能源有限公司), with aggregate consideration of RMB380.64 million and RMB1,072.4 million, respectively. Details of the above transactions are included in the Company's financial statements for the six months ended 30 June 2021.

7. Share Option Scheme

As of 30 June 2021, the Company does not have any share options outstanding.

8. Foreign Exchange and Exchange Rate Risk

The Group is primarily exposed to exchange rate risk arising from its subsidiaries operating in mainland China, with the majority of its sales and purchases denominated in the local currency (Renminbi). The Group's subsidiaries operating in Hong Kong, Australia, and the United States have transactions denominated in the local currency (United States Dollar, HK Dollar, and Euro, respectively) with the Hong Kong Dollar, Australian Dollar, and United States Dollar. The Group's subsidiaries operating in Hong Kong are exposed to exchange rate risk arising from its subsidiaries operating in Hong Kong, which are primarily exposed to exchange rate risk arising from its subsidiaries operating in Hong Kong, which are primarily exposed to exchange rate risk arising from its subsidiaries operating in Hong Kong.

VI. BUSINESS OUTLOOK FOR THE SECOND HALF OF 2021

1. Focusing on the Group's "14th Five-Year Plan"

For 2021, the Group will continue to implement its 14th Five-Year Plan and focus on the following key areas: (1) Strengthening the Group's overall management and operations; (2) Promoting the Group's business expansion and market penetration; (3) Enhancing the Group's financial performance and risk management; (4) Improving the Group's human resources and organizational structure; (5) Strengthening the Group's research and development and innovation capabilities; (6) Promoting the Group's sustainable development and social responsibility. The Group will continue to focus on these key areas in the second half of 2021 and implement its 14th Five-Year Plan in a steady and orderly manner.

2. Actively promoting key projects

The Group will actively promote key projects, including the 1.2 billion investment in the construction of the -B... with a... of 0.45... in July 2021... The Group will... 14. F... 14. F... 10... D... H... C... H... G... 2021.

3. Continuing to lay a solid foundation for safety production

The Group will continue to lay a solid foundation for safety production... 2021.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

The Company has not purchased, sold or redeemed any of its listed securities during the period from 1 January 2021 to 30 June 2021.

INTERIM DIVIDEND

The Board has not declared any interim dividend for the period from 1 January 2021 to 30 June 2021.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

All the listed securities of the Company were issued in compliance with the Corporate Governance Code. A... 14... 30 June 2021.

COMPLIANCE WITH CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Code for Securities Transactions for Directors and Officers (the "Model Code") set forth in Appendix 10 of the Listing Rules. After reviewing the Model Code, the Board of Directors of the Company has confirmed that the Company's current policies and procedures regarding securities transactions of its directors and officers are not less than the standards required by the Model Code. The Company will continue to review and update its policies and procedures regarding securities transactions of its directors and officers.

AUDIT COMMITTEE

The Audit Committee was established in the Group's 2021 Annual Report. The Audit Committee held its first meeting on 30 June 2021. The Audit Committee will continue to work with the management to improve the Company's internal control system.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

The Company's interim results and interim report for the six months ended 30 June 2021 will be published on the HKEX website (www.hkex.com.hk) and the Company's website (<http://www.bjnc.com.cn>) and the Company's H-share listing website (<http://www.hkex.com.hk>) on 26 August 2021. The Company will also publish the interim results and interim report in English and Chinese on the same date.

Beijing Jingneng Clean Energy Co., Limited
KANG Jian
Director, General Manager, Chairman of the Board

Beijing, China
26 August 2021

After reviewing the interim results and interim report for the six months ended 30 June 2021, the Board of Directors of the Company has confirmed that the interim results and interim report for the six months ended 30 June 2021 are in accordance with the requirements of the Listing Rules. The Board of Directors of the Company has also confirmed that the interim results and interim report for the six months ended 30 June 2021 are in accordance with the requirements of the Model Code.