



## Press Release

# FINAL RESULTS OF BEIJING ENTERPRISES WATER GROUP LIMITED

(Hong Kong, 30 March 2015) Beijing Enterprises Water Group Limited and its subsidiaries (Stock Code: 371, hereinafter referred to as “BEWG”, the “Company” or the “Group”) officially announces its final results for the year of 2014 today. Under the leadership of the board of directors of the Company and the concerted efforts of all the employees, BEWG has once again achieved outstanding results with respect to our operations and development in 2014.

The Group’s major financial data for the year ended 31 December 2014 are as follows:

Revenue grew by approximately 39% to HK\$8,925.9 million; profit from operating activities grew by approximately 59% to HK\$3,473.1 million; profit before tax grew by approximately 78% to HK\$2,667.2 million; and profit for the year grew by approximately 81% to HK\$2,073.3 million, as compared to the last year. Total assets amounted to HK\$51,640.8 million, representing an increase of approximately 17% as compared to the last year; total equity amounted to HK\$19,088.7 million, representing an increase of approximately 20% as compared to the last year; and total liabilities amounted to HK\$32,552.1 million, representing an increase of approximately 15% as compared to the last year.

In addition, profit attributable to the shareholders grew to HK\$1,794.4 million and basic earnings per share was HK20.76 cents, while EBITDA amounted to HK\$3,960.4 million. In recognition of the continuous support of the shareholders, the board of BEWG recommended to make a final distribution of HK4.8 cents per share to shareholders.

With respect to project investments in 2014, the Group achieved a net increase in designed water capacity of 3.44 million tons/day, including a net increase in designed capacity of 1.59 million tons/day for water distribution, a net increase in designed capacity of 1.53 million tons/day for sewage treatment and a net increase in designed capacity of 0.32 million tons/day for reclaimed water treatment. As at 31 December 2014, the Group participated in 326 water plants either in operation or going to be operated, including 250 sewage treatment plants, 69 water distribution plants, 6 reclaimed water plants and 1 seawater desalination plants.

A steady and continuous growth of macro-economy is an important foundation for the development of each and every industry in the nation. In particular, the



healthy development of environmental protection industry cannot do well without a stable economy. The major characteristics of the “new normal” state of China economy in 2015 include adjusting fast growth rate from a high to medium level. The “new normal” state of economy not only confine to the development and changes of macro-economy in China, but also to the environmental protection industry. It is not denying that the environmental protection industry faces right now new opportunities and challenges. Large-scale centralized pollution treatment became the “new normal” state. Such state should provide a room for environmental protection industry to further enlarge its scale. At the same time, with strict laws enforcement toward the sewage treatment became the “new normal” state which further boosts out market demand for environmental protection industry. All in all, the current development of environmental protection industry in our nation is in a rare historical opportunity for development.

In 2015, BEWG will grasp the opportunities of the rapid development of environmental protection industry especially in its two core businesses namely water treatment services and water environmental treatment and construction services, thereby accelerating the whole water environmental industry chain layout. The Group will strengthen its management functions in water treatment business as well as improve and refine its level of the operations. Furthermore, we will accelerate the process of setting up desalination projects in Beijing and exploit new seawater desalination markets. Focusing on developing the Asia Pacific market, we will strive for increasing the designed capacity of our water business in overseas. Besides, we have built up a comprehensive business operation system to take up more projects ahead. Meanwhile, with strong support of capitals and technology, our technological competitiveness is enhanced. An eco-industrial cluster comprising leading industrial partners for mutual cooperation is established by means of innovative external cooperation mechanism and high-end development. We continue to practise the three major strategies of culture, talents and branding. Apart from the management optimization across all business sectors, we persist to push forward our business development in depth in order to maintain a stable and sustainable growth in performance.

### **About Beijing Enterprises Water Group Limited (0371HK)**

The Company was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited. The ultimate holding company of the Company is Beijing Enterprises Holdings Limited (stock code: 0392). The Group strategically positions itself as a “leading professional integrated water environmental service provider”, and specializes in the water service and environmental protection industries with waste water treatment as its core business segment.

*For more information and the final results announcement for the year ended 31 December 2014, please visit the Group’s website at: <http://www.bewg.com.hk>*