

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



WH Group Limited

萬洲國際有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 288)

**AUDITED FINANCIAL RESULTS
FOR THE YEAR ENDED DECEMBER 31, 2017 OF
HENAN LUOHE SHUANGHUI INDUSTRY GROUP CO., LTD.***

On March 26, 2018, Shuanghui Group released its annual financial statements for the year ended December 31, 2017.

Henan Luohe Shuanghui Industry Group Co., Ltd.* (河南省漯河市雙匯實業集團有限責任公司) (“**Shuanghui Group**”) is a company incorporated in the People’s Republic of China (the “**PRC**”) with medium-term notes trading on the inter-bank bond market in the PRC.

As at the date of this announcement, Shuanghui Group is an indirect wholly-owned subsidiary of WH Group Limited (the “**Company**”). On March 26, 2018, Shuanghui Group filed its annual financial statements with Shanghai Clearing House for the year ended December 31, 2017 (the “**Shuanghui Group Financial Statements**”). It is important to note that the audited consolidated financial results contained in the Shuanghui Group Financial Statements have been prepared in accordance with the China Accounting Standards for Business Enterprises. The Company prepares its consolidated financial results in accordance with International Financial Reporting Standards (the “**IFRS**”). Accordingly, Shuanghui Group’s results reported therein differ from Shuanghui Group’s results contained in the Company’s consolidated financial statements, which include certain adjustments in order to conform to the IFRS.

SUMMARY OF RESULTS OF SHUANGHUI GROUP FOR THE YEAR ENDED DECEMBER 31, 2017

For the year ended December 31, 2017, turnover decreased by 2.44% from the comparable period of 2016 to RMB50,712 million. Net profit decreased by 2.23% from the comparable period of 2016 to RMB4,523 million.

The audited consolidated statement of profit or loss and other comprehensive income for the year ended December 31, 2017 and the audited consolidated statement of financial position as at December 31, 2017 contained in Shuanghui Group Financial Statements are provided below:

SHUANGHUI GROUP
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME

For the year ended December 31, 2017

	For the year ended December 31,	
	2017	2016
	RMB	RMB
	(audited)	(audited)
I. Total operating income	50,712,054,389.21	51,982,849,776.27
Including: Operating income	50,594,846,992.24	51,968,861,144.17
Interest income	117,148,241.23	13,965,816.02
Handling and commission income	59,155.74	22,816.08
Less: Operating costs	40,939,378,889.02	42,481,057,718.70
Interest expenses	9,823,887.58	798,867.66
Handling and commission charges	823,156.61	336,163.04
Business tax and levies	361,526,348.78	327,038,686.02
Selling expenses	2,286,256,469.81	2,163,803,711.11
Administrative expenses	1,226,079,109.16	1,307,064,847.39
Financial expenses	174,678,974.07	31,499,903.98
Impairment losses of assets	337,992,749.82	165,526,914.58
Add: Gain from fair value change	31,342.07	–
Investment income	93,846,485.11	112,487,082.79
Including: Income from investments in associates	15,146,825.33	18,416,856.20
Gain on disposal of assets	77,640,009.15	1,316,865.38
II. Operating profit	5,547,012,640.69	5,619,526,911.96
Add: Non-operating income	279,081,718.79	394,566,721.87
Less: Non-operating expenses	36,634,885.45	42,471,075.34
III. Total profit	5,789,459,474.03	5,971,622,558.49
Less: Income tax expenses	1,266,053,504.93	1,345,109,004.09
IV. Net profit	4,523,405,969.10	4,626,513,554.40
Net profit attributable to owners of Shuanghui Group	2,583,705,134.14	2,661,786,654.22
Profit or loss attributable to non-controlling interests	1,939,700,834.96	1,964,726,900.18
V. Other comprehensive income, net of tax	-4,144,572.44	–
Other comprehensive income, net of tax attributable to owners of Shuanghui Group	-1,252,762.43	–
Including: Fair value change in effective portion of cash flow hedge that may be reclassified subsequently to profit or loss	-1,252,762.43	–
Other comprehensive income, net of tax attributable to non-controlling interests	-2,891,810.01	–
VI. Total comprehensive income	4,519,261,396.66	4,626,513,554.40
Total comprehensive income attributable to owners of Shuanghui Group	2,582,452,371.71	2,661,786,654.22
Total comprehensive income attributable to non-controlling interests	1,936,809,024.95	1,964,726,900.18

SHUANGHUI GROUP
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2017

	As at December 31, 2017 RMB (audited)	As at January 1, 2017 RMB (audited)
Current assets:		
Cash and bank balances	6,225,612,306.82	4,095,127,847.64
Other investments	66,318.68	–
Bills receivables	25,975,745.00	60,233,834.95
Trade receivables	152,229,417.50	114,882,233.19
Prepayments	88,377,256.95	72,790,887.27
Other receivables	19,377,963.92	57,034,937.23
Inventories	3,031,687,001.59	3,279,843,111.65
Non-current assets due within one year	2,334,033.96	2,334,034.42
Other current assets	279,780,888.49	258,644,251.68
Total current assets	9,825,440,932.91	7,940,891,138.03
Non current assets:		
Available-for-sale investments	46,686,591.59	36,038,891.59
Long-term equity investments	175,762,503.25	176,666,881.24
Fixed assets	11,693,955,420.99	11,804,685,571.75
Construction in progress	154,190,747.09	532,734,054.60
Materials for construction of fixed assets	4,130,046.98	2,340,246.89
Biological assets	68,785,210.07	70,951,919.14
Intangible assets	942,051,186.00	974,082,474.53
Development expenditure	2,475,300.00	2,475,300.00
Long-term prepaid expenses	68,033,277.87	63,505,964.93
Deferred tax assets	99,246,170.28	78,799,532.66
Other non-current assets	5,318,333.85	5,412,685.60
Total non-current assets	13,260,634,787.97	13,747,693,522.93
Total assets	23,086,075,720.88	21,688,584,660.96
Current liabilities:		
Short-term borrowings	3,208,776,213.34	2,055,075,083.14
Deposit receipts	152,449,459.95	143,024,915.29
Derivative financial instruments	4,144,572.44	–
Other loans	785,481,761.26	–
Trade payables	2,061,454,264.32	2,459,015,648.45
Receipts in advance	566,868,757.71	717,450,430.63
Accrued staff costs	644,157,298.79	633,902,988.71
Taxes payables	313,366,165.04	318,557,910.91
Interest payables	21,489,216.66	20,468,801.24
Dividend payables	140,023,774.05	118,669,486.59
Other payables	786,546,194.93	830,629,435.23
Non-current liabilities due within one year	999,966,981.93	1,077,111.25
Other current liabilities	3,053,448.99	8,440,201.50
Total current liabilities	9,687,778,109.41	7,306,312,012.94

SHUANGHUI GROUP
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
As at December 31, 2017

	As at December 31, 2017 RMB (audited)	As at January 1, 2017 RMB (audited)
Non-current liabilities:		
Long-term borrowings	18,099,503.39	18,692,977.44
Notes payables	–	997,309,182.85
Long-term payables	68,300,000.00	–
Special account payables	–	286,605.02
Deferred income	74,621,480.70	52,591,390.28
Deferred tax liabilities	67,468,761.51	49,400,289.66
Total non-current liabilities	228,489,745.60	1,118,280,445.25
Total liabilities	9,916,267,855.01	8,424,592,458.19
Owners' equity:		
Share capital	1,500,000,000.00	1,500,000,000.00
Capital reserve	1,313,554,433.86	1,244,560,050.25
Other reserve	–1,252,762.43	–
Special account reserve	131,028.53	810,188.10
Surplus reserve	750,000,000.00	750,000,000.00
General reserve	892,658.49	25,522.71
Retained profits	2,915,288,247.04	3,180,612,590.38
Total equity attributable to owners of Shuanghui Group	6,478,613,605.49	6,676,008,351.44
Non-controlling interests	6,691,194,260.38	6,587,983,851.33
Total owners' equity	13,169,807,865.87	13,263,992,202.77
Total liabilities and owners' equity	23,086,075,720.88	21,688,584,660.96

If you wish to review the Shuanghui Group Financial Statements in full, please visit <http://www.shclearing.com> or <http://www.chinamoney.com.cn>.

By order of the board of directors of
WH Group Limited
Wan Long
Chairman and Chief Executive Officer

Hong Kong, March 26, 2018

As at the date of this announcement, the executive directors of the Company are Mr. WAN Long, Mr. GUO Lijun, Mr. ZHANG Taixi, Mr. SULLIVAN Kenneth Marc and Mr. YOU Mu; the non-executive director of the Company is Mr. JIAO Shuge; and the independent non-executive directors of the Company are Mr. HUANG Ming, Mr. LEE Conway Kong Wai and Mr. LAU, Jin Tin Don.

* For identification purposes only