



XINGDA INTERNATIONAL HOLDINGS LIMITED
興達國際控股有限公司
(Stock code: 1899.HK)



2024 Interim Results Corporate Presentation

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Agenda

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**Financial
Review**

II

**Business
Overview**

III

**Outlook &
Strategies**



Financial Highlights

RMB' million

	For the Half Year Ended 30 June		YOY Change
	<u>2023</u>	<u>2024</u>	
Revenue	5,418.1	6,165.7	+13.8%
Gross Profit	1,027.3	1,208.7	+17.7%
Gross Profit Margin	19.0%	19.6%	+0.6pp
EBITDA	811.9	871.3	+7.3%
EBITDA Margin	15.0%	14.1%	-0.9pp
Profit Attributable to Owners of the Company	192.0	192.2	+0.1%
Basic EPS (RMB cents)	11.57	10.31	-10.9%
Diluted EPS (RMB cents)	11.48	10.24	-10.8%
Dividend per share (HK cents)	N/A	N/A	-



Financial Highlights

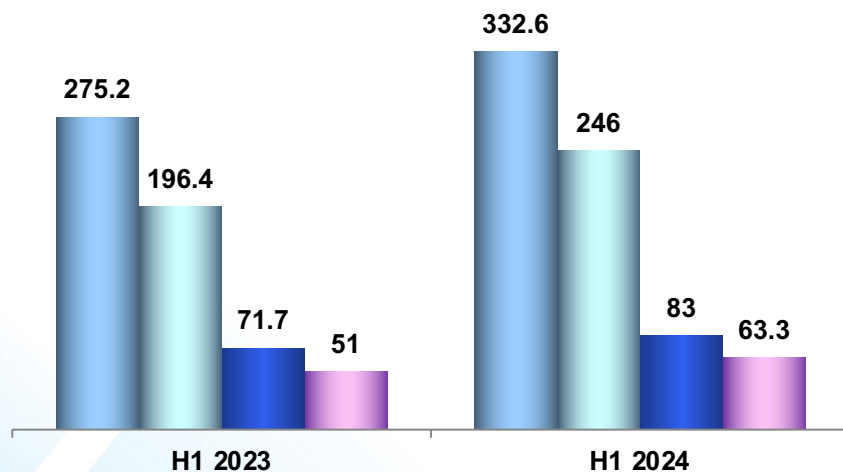
Sales Volume by Product

'000 tonnes

594.3

724.9

+22.0%



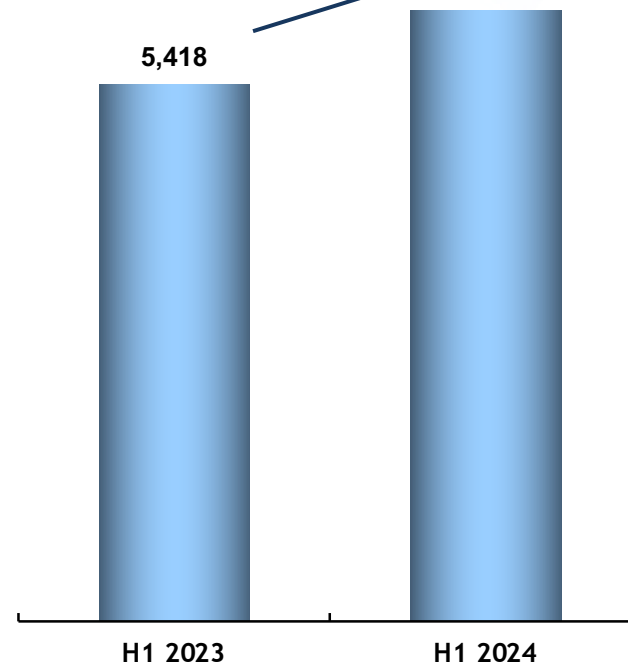
Revenue

RMB' million

5,418

6,166

+13.8%



Radial tire cord for trucks

Radial tire cord for passenger cars

Bead wires

Hose wires & other wires

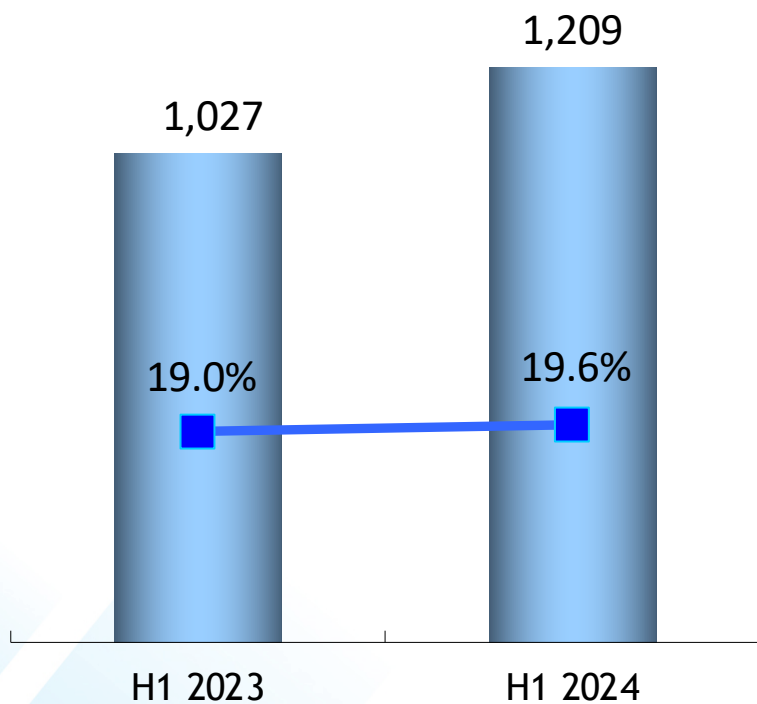


Financial Highlights

Gross Profit & Margin

RMB' million

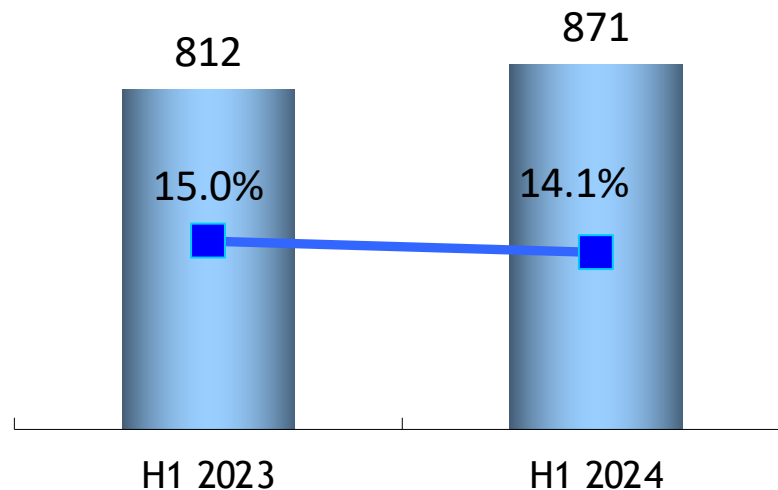
YOY +17.7%



EBITDA & Margin

RMB' million

YOY +7.3%

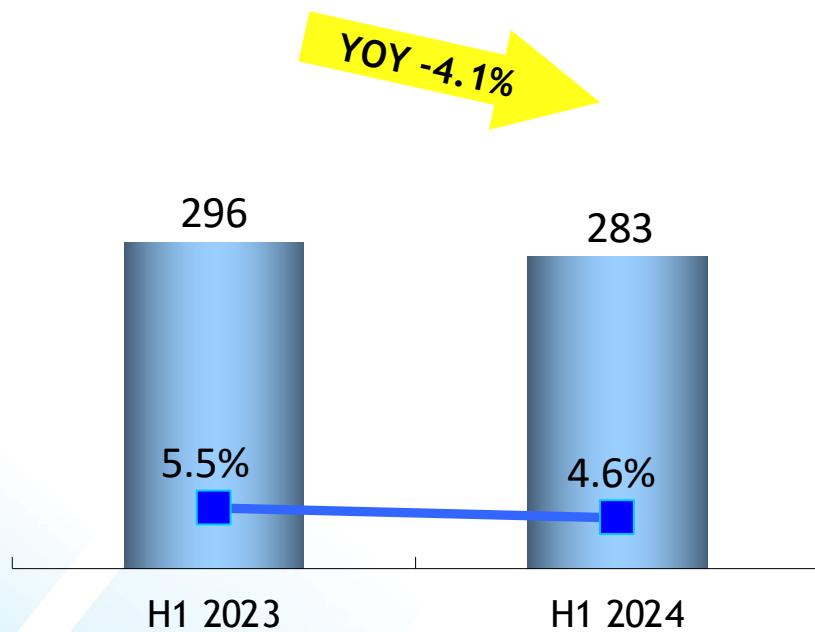




Financial Highlights

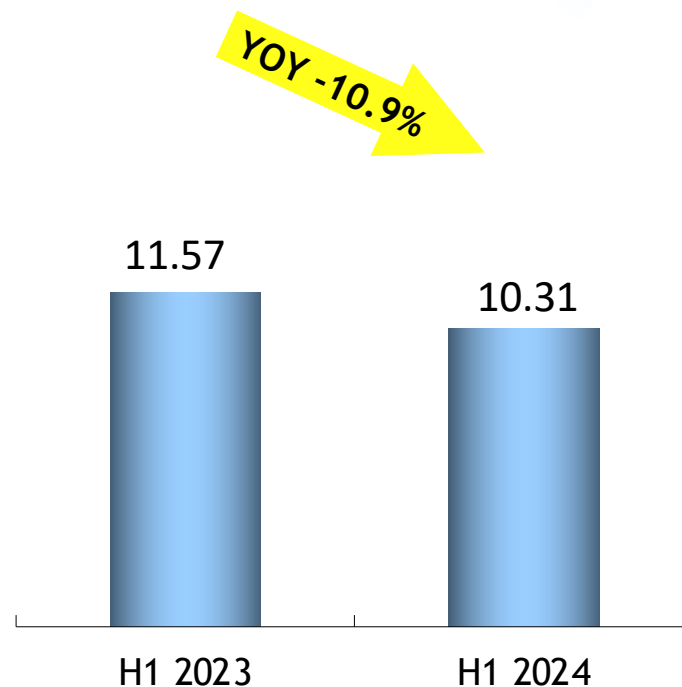
Net Profit & Margin

RMB' million



EPS - Basic

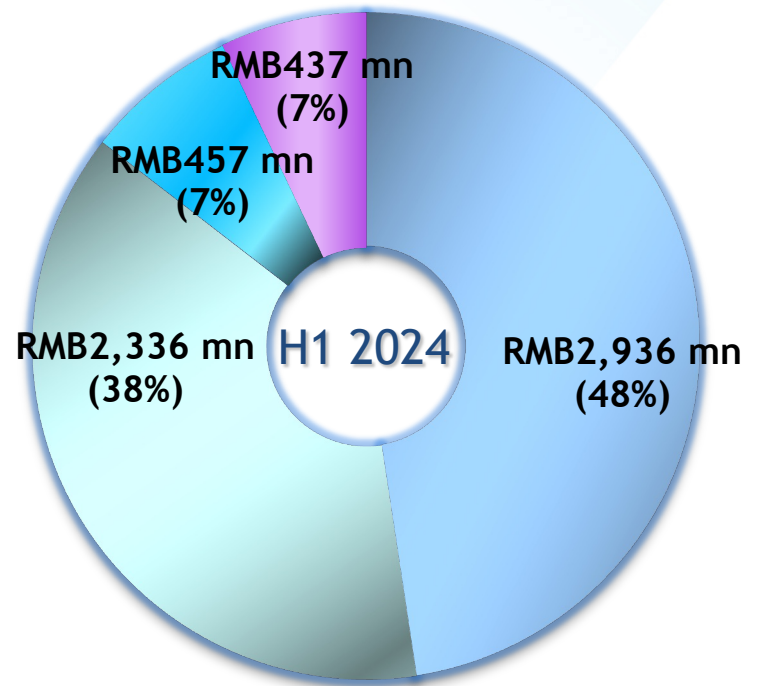
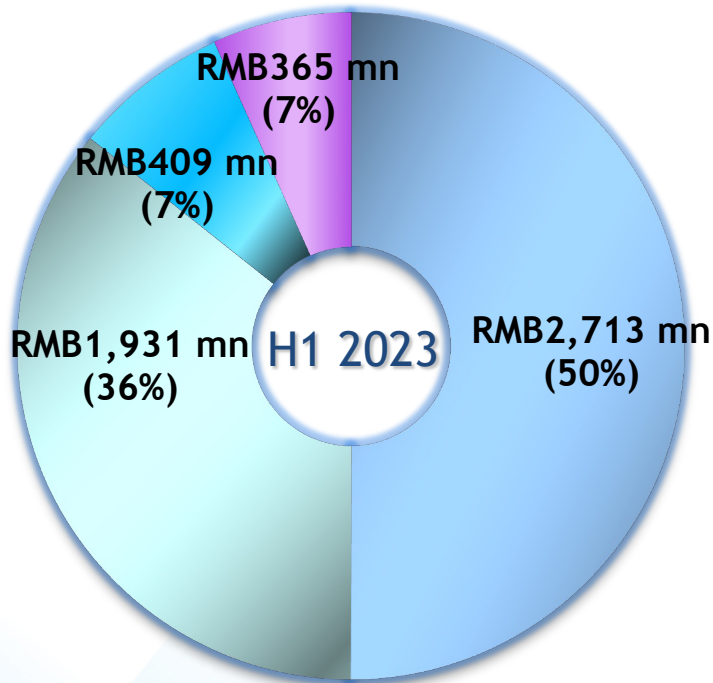
RMB cents





Financial Highlights

Revenue by Product



Radial tire cord for trucks Radial tire cord for passenger cars Bead wires Hose wires & other wires



Financial Highlights

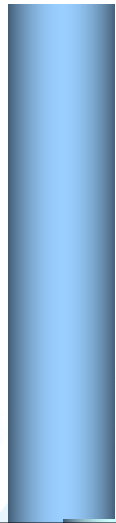
Export Sales Volume

'000 tonnes

YOY +23.1%

146

134



12

163



16

179

H1 2023

Radial tire cord

H1 2024

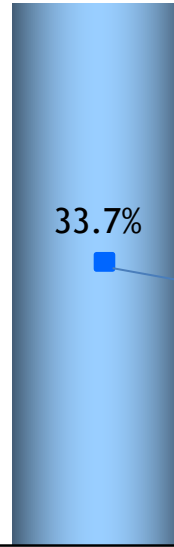
Bead wires & other wires

Export Sales

RMB' million

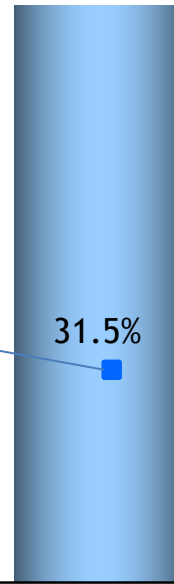
YOY +6.5%

1,826



33.7%

1,945



31.5%

H1 2023

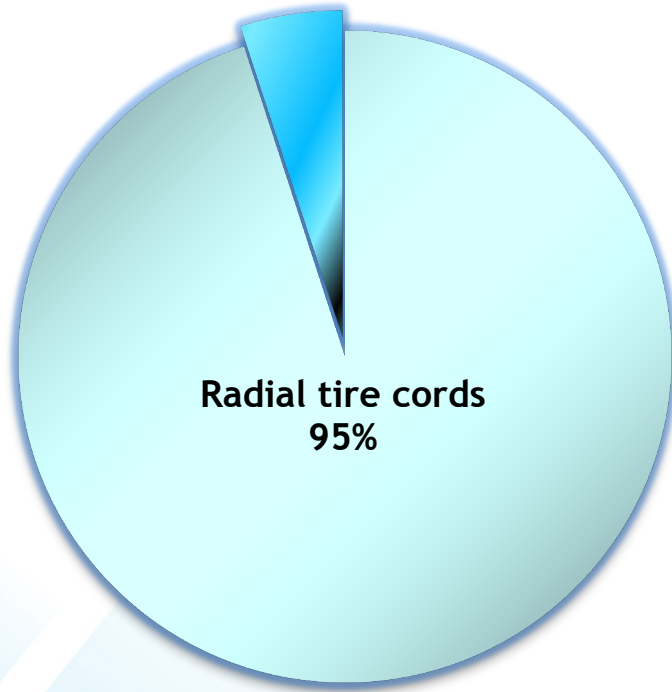
H1 2024



Export Sales by Product

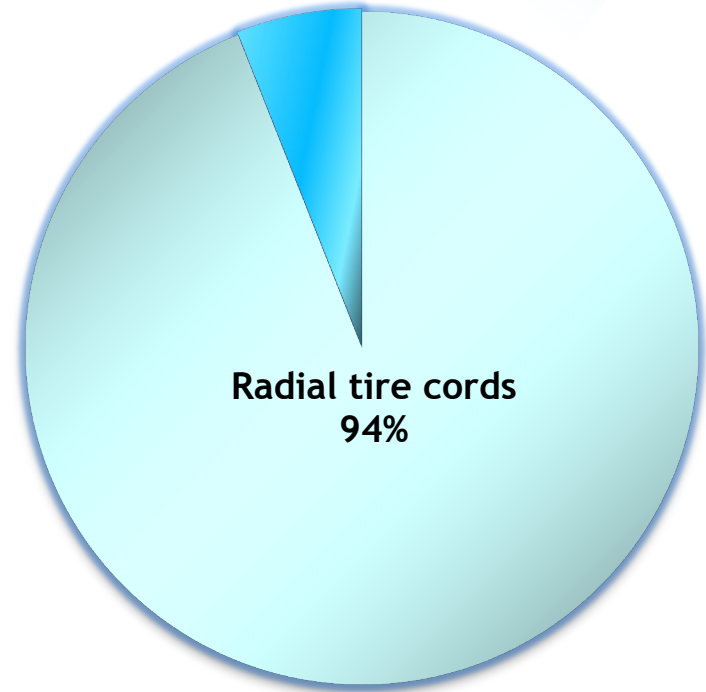
H1 2023

Bead wire
5%



H1 2024

Bead wire
6%

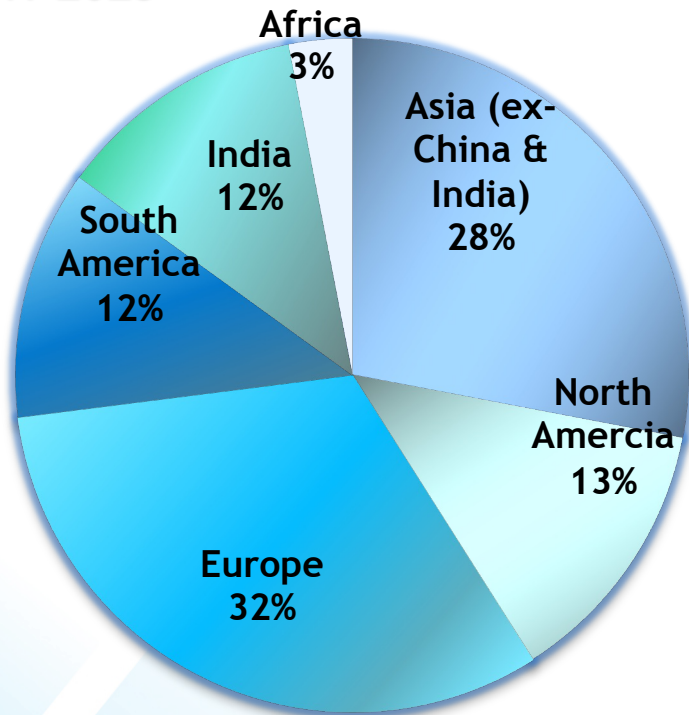




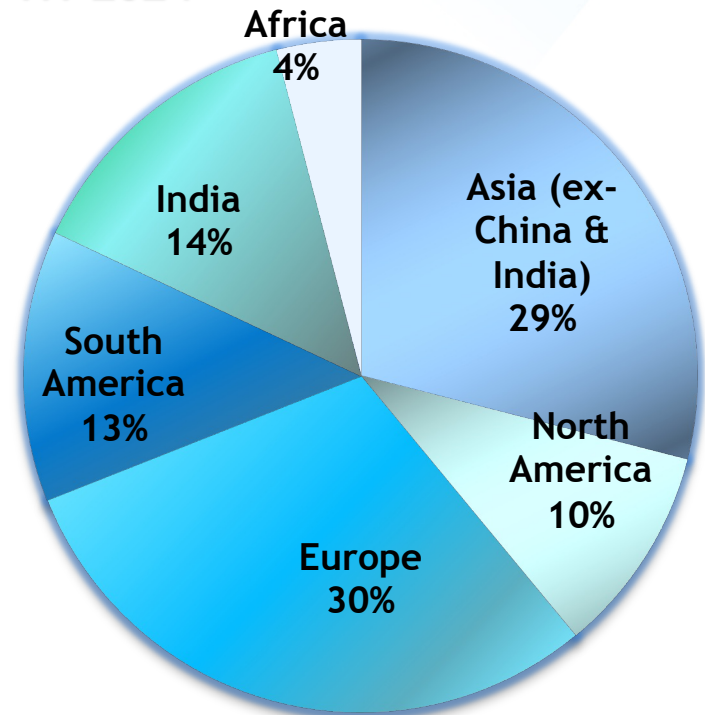
Financial Highlights

Export Sales by Location

H1 2023



H1 2024





Key Ratios

	As at 31 Dec 2023 (Audited)	As at 30 Jun 2024 (Unaudited)
Current Ratio (times)	1.0	1.0
Debtors' Turnover Days	119	123
Stock Turnover Days	36	48
Creditors' Turnover Days	100	102
Return on Capital Employed	4.3%	3.6%
Return on Equity	7.4%	6.0%
Gearing Ratio	32.0%	32.6%



Capacity & Utilisation

❖ Production capacity

- ❖ Radial tire cords capacity increased by 249k tonnes from 999k tonnes in H1 2023 to 1,248k tonnes in H1 2024
- ❖ Bead wire capacity increased by 14k tonnes from 159k tonnes in H1 2023 to 173k tonnes in H1 2024
- ❖ Hose wire and other wire capacity increased by 22k tonnes from 109k tonnes in 1H 2023 to 131k tonnes in 1H 2024

❖ Jiangsu Factory

- ❖ Radial tire cord capacity reached 890k tonnes in H1 2024

❖ Shandong Factory

- ❖ Radial tire cord capacity increased to 279k tonnes in H1 2024

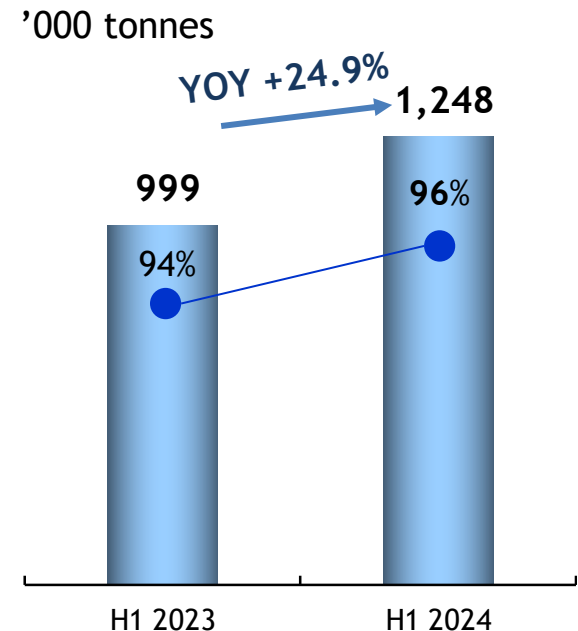
❖ Thailand Factory

- ❖ Radial tire cord capacity increased to 79k tonnes in H1 2024

❖ Utilisation rate

- ❖ Radial tire cord utilisation increased to 95.7% in H1 2024 (H1 2023:93.9%)

Tire Cords Capacity & Utilisation Rate



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Highlights for H1 2024

Revenue

- Increased by 13.8% to RMB6.17 bn
- Due to the increase in demand and sales volume in both domestic and overseas market

Sales Volume

- Increased by 22.0% to 724,900 tonnes
- Radial tire cords for trucks up by 20.9%
- Radial tire cords for passenger cars up by 25.3%

GP Margin

- Increased by 0.6pp to 19.6%
- Due to no impairment loss on property, plant and equipment was recorded in H1 2024

Profit Attributable to the Owners of the Company

- Increased 0.1% to RMB192.2 mn

Basic Earnings per Share

- RMB10.31 cents (H1 2023: RMB11.57 cents)

Cash Balance

- RMB1.096 bn
- Continued to maintain a stable financial position

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China Market Outlook

- ❖ In H1 2024, China's economy represented strong resilience despite the challenges of complex and severe international environment.
- ❖ The Third Plenary pointed out that efforts should be made to boost consumption as the main focus to expand domestic demand, cultivate and foster competitive industries such as new energy vehicles as the new engines of economic growth.
- ❖ The National Development and Reform Commission and the Ministry of Finance have further promoted automobile consumption by raising the subsidy standard for car scrapping scheme and relaxing restrictions on the purchase of new energy vehicles.
- ❖ Remain cautiously optimistic on the sales of semi-steel tire cord.
- ❖ Since the end of Q2, domestic and foreign sales of all-steel tire products slowed down, mainly due to the increase in stock level and slight decline in domestic logistics market sentiment. The Group is cautious about it.



Steady Growth in Overseas Markets

- ❖ Overseas market demand is expected to remain stable in H2 2024.
- ❖ Chinese tires companies maintain competitive in Asia and Europe market.
- ❖ Pay attention to the progress of anti-dumping investigations against Chinese tires companies abroad, actively respond to challenges.

- ❖ **Flexible Layout**

Adjust production scheduling to cope with market changes actively, strengthen the layout of local plants.

- ❖ **Green and Low-Carbon**

The Group will follow the trend of green and low-carbon in tire industry, striving to develop and produce quality green product.



Open Forum