

Stock Code: 000596, 200596

Stock Name: Gujing Distillery, Gujing Distillery-B

Announcement No. 2019-020

ANHUI GUJING DISTILLERY COMPANY LIMITED

INTERIM REPORT 2019 (SUMMARY)

Part I Important Notes

This Summary is based on the full text of the 2019 Interim Report of Anhui Gujing Distillery Company Limited (together with its consolidated subsidiaries, the “Company”, except where the context otherwise requires). In order for a full understanding of the Company’s operating results, financial condition and future development plans, investors should carefully read the aforesaid full text, which has been disclosed together with this Summary on the media designated by the China Securities Regulatory Commission (the “CSRC”).

Independent auditor’s modified opinion:

Applicable Not applicable

Board-approved interim cash and/or stock dividend plan for ordinary shareholders:

Applicable Not applicable

The Company has no interim dividend plan, either in the form of cash or stock.

Board-approved interim cash and/or stock dividend plan for preferred shareholders:

Applicable Not applicable

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

Part II Key Corporate Information

1. Stock Profile

Stock name	Gujing Distillery, Gujing Distillery-B	Stock code	000596, 200596
Stock exchange for stock listing	Shenzhen Stock Exchange		
Contact information	Board Secretary	Securities Representative	
Name	Ye Changqing	Mei Jia	
Office address	Gujing Town, Bozhou City, Anhui Province, P.R.China	Gujing Town, Bozhou City, Anhui Province, P.R.China	
Tel.	(0558) 5712231	(0558) 5710057	
E-mail address	gjzqb@gujing.com.cn	gjzqb@gujing.com.cn	

2. Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes No

	H1 2019	H1 2018	Change (%)
Operating revenue (RMB)	5,988,112,999.09	4,783,083,895.33	25.19%
Net profit attributable to the listed company's shareholders (RMB)	1,248,316,314.01	892,422,337.64	39.88%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	1,165,870,979.10	872,348,474.12	33.65%
Net cash generated from/used in operating activities (RMB)	1,041,733,748.83	668,946,891.61	55.73%
Basic earnings per share (RMB/share)	2.48	1.77	40.11%
Diluted earnings per share (RMB/share)	2.48	1.77	40.11%
Weighted average return on equity (%)	16.71%	13.94%	2.77%
	30 June 2019	31 December 2018	Change (%)
Total assets (RMB)	12,520,063,624.92	12,509,928,449.72	0.08%
Equity attributable to the listed company's shareholders (RMB)	8,094,900,338.59	7,601,984,024.58	6.48%

3. Shareholders and Their Holdings as at 30 June 2019

Unit: share

Number of ordinary shareholders		20,504		Number of preferred shareholders with resumed voting rights (if any)		0	
Top 10 shareholders							
Name of shareholder	Nature of shareholder	Shareholding percentage	Number of shares	Restricted shares	Shares in pledge or frozen		
					Status	Shares	
ANHUI GUJING GROUP COMPANY LIMITED	State-owned legal person	53.89%	271,404,022		In pledge	114,000,000	
GAOLING FUND,L.P.	Foreign legal person	2.47%	12,446,408				
AGRICULTURAL BANK OF CHINA- E FUND CONSUMPTION SECTOR STOCK SECURITIES INVESTMENT FUND	Other	2.15%	10,838,286				
HONG KONG SECURITIES CLEARING COMPANY LTD.	Foreign legal person	1.75%	8,816,700				
CHINA INT'L CAPITAL CORP HONG	Foreign legal person	1.73%	8,714,643				

KONG SECURITIES LTD						
NORGES BANK	Foreign legal person	1.59%	8,027,356			
UBS (LUX) EQUITY FUND - CHINA OPPORTUNITY (USD)	Foreign legal person	1.40%	7,068,861			
CENTRAL HUIJIN ASSET MANAGEMENT CO., LTD.	State-owned legal person	1.30%	6,543,600			
GREENWOODS CHINA ALPHA MASTER FUND	Foreign legal person	1.12%	5,657,150			
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LIMITED-JING SHUN GREATWALL EMERGING GROWTH HYBRID SECURITIES INVESTMENT FUND	Other	0.95%	4,774,497			
Related or acting-in-concert parties among the shareholders above	Among the shareholders above, the Company's controlling shareholder—Anhui Gujing Group Company Limited—is not a connected party of other shareholders; nor are they parties acting in concert as defined in the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies. As for the other shareholders, the Company does not know whether they are connected parties or whether they belong to parties acting in concert as defined in the Administrative Measures on Information Disclosure of Changes in Shareholding of Listed Companies.					
Shareholders involved in securities margin trading (if any)	N/A					

4. Change of the Controlling Shareholder or the Actual Controller in the Reporting Period

Change of the controlling shareholder in the Reporting Period:

Applicable Not applicable

The controlling shareholder remained the same in the Reporting Period.

Change of the actual controller in the Reporting Period:

Applicable Not applicable

The actual controller remained the same in the Reporting Period.

5. Number of Preferred Shareholders and Shareholdings of Top 10 of Them

Applicable Not applicable

No preferred shareholders in the Reporting Period.

6. Corporate bonds

Does the Company have any corporate bonds publicly offered on the stock exchange, which were outstanding before the date of this Report's approval or were due but could not be redeemed in full?

No.

Part III Operating Performance Discussion and Analysis

1. Business Overview of the Reporting Period

Is the Company subject to any industry-specific disclosure requirements?

No.

In the first half of 2019, China's economy saw progress amid stability, with the financial condition continuously improving and the level of interest rates maintaining a downward trend. As for the liquor and spirits industry, growth further slowed down.

Under the common efforts of the Board and all the staff, for the six months from January to June 2019, the Company recorded operating revenue of RMB5,988 million, up 25.19% compared to the same period of last year; and a net profit attributable to the Company as the parent of RMB1,248 million, representing a year-on-year growth of 39.88%, Net operating cash flow was 1.042 billion, an increase of 55.73% over the same period last year.. As such, the operating goals that the Company had set for the first half of 2019 at the beginning of the year were all accomplished. To achieve that, the Company took the following main measures in the Reporting Period: ① continuously strengthening branding with more investments to carry forward the brand revitalization programme; ② promoting digital marketing for smarter corporate management; ③ proactively exploring internal innovation mechanism to build "small-and-micro platforms" and profit centres; ④ enhancing safety and environmental management to ensure safe, smooth and orderly production; ⑤ improving corporate culture by promoting party committee-management integration.

2. Matters Related to Financial Reporting

(1) Changes to Accounting Policies, Accounting Estimates or Measurement Methods Compared to the Last Accounting Period

√ Applicable □ Not applicable

Contents of changes in accounting policies and reasons thereof	Approval procedures	Note
The Ministry of Finance issued the Notice on Revising and Issuing of Formats of 2019 Financial Statements for General Enterprises (CK[2019]No.6) (hereinafter referred to as "Revising Notice") on 30 April 2019, in which the formats of financial statements for general enterprises are revised and non-financial enterprises carrying out accounting standards for business enterprises are required to prepare the financial statements for 2019, H1 of 2019 and subsequent periods in accordance with provisions stipulated in accounting standards for business enterprises and the	Reviewed and approved on the 10 th Meeting of the 8 th Board of Directors and the 9 th Meeting of the 8 th Supervisory Committee	For details, please refer to the announcement on changes in accounting policies disclosed on http://www.cninfo.com.cn

<p>Revising Notice. The Company belongs to the company that has implemented the new standards governing financial instruments but not carried out the new standards governing revenue and new standards governing leases. The Company adjusted the formats of financial statements and presentation of some items as required by the Revising Notice.</p>		
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(2) Retrospective Restatements due to the Correction of Material Accounting Errors in the Reporting Period

Applicable Not applicable

No such cases.

(3) Changes to the Scope of Consolidated Financial Statements Compared to the Last Accounting Period

Applicable Not applicable

Name of subsidiary	Principal place of business	Place of registration	Business nature	The Company's interest (%)		How the subsidiary was obtained
				Direct	Indirect	
Hubei Yellow Crane Tower Beverage Co., Ltd.	Xianning, Hubei	Xianning, Hubei	Commerce and trade		51.00	Incorporated with investment