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## **Sinopec Shanghai Petrochemical Company Limited**

**中國石化上海石油化工股份有限公司**

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

**(Stock Code: 00338)**

### **2024 THIRD QUARTERLY REPORT**

This announcement is published simultaneously in Shanghai and Hong Kong. This announcement is published pursuant to the Rules Governing Listing of Stocks on Shanghai Stock Exchange in the People's Republic of China. This announcement is published pursuant to the disclosure obligations under Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

#### **1. IMPORTANT MESSAGE**

- 1.1 The Board of Directors (the “Board”) and the Supervisory Committee of Sinopec Shanghai Petrochemical Company Limited (the “Company”) as well as its directors, supervisors and senior management warrant the truthfulness, accuracy and completeness of the information contained in the 2024 third quarterly report, and warrant that there are no false representations or misleading statements contained in or material omissions from this report and severally and jointly accept responsibility pursuant to such information.
- 1.2 Mr. Guo Xiaojun, Chairman and the responsible person of the Company; Mr. Du Jun, executive director, Vice President and Chief Financial Officer and Ms. Fu Hejuan, person in charge of Accounting Department (Accounting Chief) and Director of Finance Department hereby warrant the truthfulness, accuracy and completeness of the financial information contained in this third quarterly report.
- 1.3 The financial statements of the Company’s 2024 third quarterly report were prepared under the China Accounting Standards for Business Enterprises and were unaudited.

## 2. MAJOR FINANCIAL DATA

### 2.1 Major Accounting Data and Financial Indicators

Unit: RMB'000

Item	The Reporting Period	Increase/decrease during the Reporting Period as compared to the corresponding period of the previous year (%)	From the beginning of the year to the end of the Reporting Period	Increase/decrease during the beginning of the year to the end of the Reporting Period as compared to the corresponding period of the previous year (%)
Revenue	22,462,479	-9.87%	65,995,285	-5.53%
Net profit attributable to equity shareholders of the Company	6,627	-97.53%	34,539	Not Applicable
Net profit attributable to equity shareholders of the Company excluding non-recurring earnings or losses	13,632	-95.22%	74,937	Not Applicable
Net cash flows generated from operating activities	10,083,631	Not Applicable	10,425,601	Not Applicable
Basic earnings per share (RMB/share)	0.001	-96.00%	0.003	Not Applicable
Diluted earnings per share (RMB/share)	0.001	-96.00%	0.003	Not Applicable
Return on net assets (weighted average) (%)	0.027	Decreased by 1.031 percentage points	0.139	Increased by 2.917 percentage points

	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets	45,189,264	39,658,244	13.95%
Total equity attributable to equity shareholders of the Company	24,731,866	24,824,929	-0.37%

Note: The "Reporting Period" thereafter means three months from July to September in 2024.

## 2.2 Non-recurring Earnings or Losses Items and Amount

✓ Applicable    □ Not applicable

Unit: RMB'000

Non-recurring earnings or losses items	Amount for the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period	Note
Disposal gains or losses of non-current assets, including the reversal of provision for impairment of assets	-137	801	-
Government subsidies included in the current profits and losses, except those that are closely related to the normal business operations of the Company, comply with the national policies and regulations, are enjoyed in accordance with the determined standards, and have a continuous impact on the profits and losses of the Company	4,606	9,880	-
For a company which is not a financial institution, gains and losses arising from changes in the fair value of financial assets and financial liabilities held by the company, and those arising from the disposal of financial assets and financial liabilities, other than those held for effective hedging related to normal operations of the Company	3,501	4,107	-
Other non-operating income and expenses besides the items above	-24,975	-69,812	-
Less: Income tax effect amount	9,999	14,437	-
Effect on non-controlling interests after taxation	1	189	-
Total	-7,005	-40,398	-

Explanation of reasons for recognition of items not listed in the “Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Securities to the Public – Non-Recurring Earnings or Losses” as non-recurring earnings or losses items and the amount of which is material and recognition of the non-recurring earnings or losses items set out in the “Explanatory Announcement No. 1 on Information Disclosure by Companies Offering Securities to the Public – Non-Recurring Earnings or Losses” as recurring earnings or losses items.

Applicable  Not Applicable

## 2.3 Description and Reasons of Changes in Major Accounting Data and Financial Indicators

Applicable  Not applicable

Item	Change (%)	Major reason
Net profit attributable to equity shareholders of the Company_during the Reporting Period	-97.53%	During the Reporting Period, sales of petrochemical products decreased, the average price of petroleum products decreased year-on-year, the unit costs of chemical products increased year-on-year, and the gross profit of petrochemical products decreased year-on-year, resulting in lower operating results for the Reporting Period.
Net profit attributable to equity shareholders of the Company excluding non-recurring earnings or losses_during the Reporting Period	-95.22%	
Basic earnings per share (RMB/share)_during the Reporting Period	-96.00%	
Diluted earnings per share (RMB/share)_during the Reporting Period	-96.00%	
Net cash flows generated from operating activities_during the Reporting Period	Not Applicable	During the Reporting Period, the cash paid for purchasing goods and receiving services decreased compared with the corresponding period last year, resulting in a decrease in cash outflows from operating activities compared with the corresponding period last year.
Net profit attributable to equity shareholders of the Company_from the beginning of the year to the end of the Reporting Period	Not Applicable	The gross profit of petrochemical products improved from the beginning of the year to the end of the Reporting Period, resulting in a year-on-year increase in operating results from the beginning of the year to the end of the Reporting Period.
Net profit attributable to equity shareholders of the Company excluding non-recurring earnings or losses_from the beginning of the year to the end of the Reporting Period	Not Applicable	
Basic earnings per share (RMB/share)_from the beginning of the year to the end of the Reporting Period	Not Applicable	
Diluted earnings per share (RMB/share)_from the beginning of the year to the end of the Reporting Period	Not Applicable	
Net cash flows generated from operating activities_from the beginning of the year to the end of the Reporting Period	Not Applicable	
Net cash flows generated from operating activities_from the beginning of the year to the end of the Reporting Period	Not Applicable	Cash paid for purchasing goods and receiving services from the beginning of the year to the end of the Reporting Period decreased as compared with the corresponding period last year, resulting in a decrease of cash outflow from operating activities compared with the corresponding period last year.

### 3. SHAREHOLDERS' INFORMATION

Total Number of Ordinary Shareholders and the Number of Preferred Shareholders with Voting Rights Restored and Shareholdings of the Top Ten Shareholders

*Unit: Share*

Number of ordinary shareholders as at the end of the Reporting Period	89,489	Total number of preferred shareholders with voting rights restored as at the end of the Reporting Period (if any)	0			
<b>Shareholdings of the top ten shareholders (excluding shares lent through securities lending and refinancing)</b>						
Name of shareholder	Type of shareholder	Number of shares held	Percentage of total shareholding (%)	Number of shares with selling restrictions	Number of shares pledged, marked or frozen	
					Situation of the shares	Number
China Petroleum & Chemical Corporation	State-owned legal person	5,459,455,000	51.14%	0	None	0
HKSCC (Nominees) Limited	Overseas legal person	3,346,317,000	31.35%	0	Unknown	-
HKSCC Limited	Overseas legal person	66,610,817	0.62%	0	None	0
Southern Fund – Agricultural Bank of China – Southern CSI Financial Asset Management Plan	Others	39,031,700	0.37%	0	None	0
GF Fund – Agricultural Bank of China – GF CSI Financial Asset Management Plan	Others	38,039,800	0.36%	0	None	0
Yinhua Fund – Agricultural Bank of China – Yinhua CSI Financial Asset Management Plan	Others	37,251,516	0.35%	0	None	0
Dacheng Fund – Agricultural Bank of China – Dacheng CSI Financial Asset Management Plan	Others	37,028,669	0.35%	0	None	0
Bosera Fund – Agricultural Bank of China – Bosera CSI Financial Asset Management Plan	Others	28,377,600	0.27%	0	None	0
Wang Lei	Domestic natural person	28,035,200	0.26%	0	None	0
Harvest Fund – Agricultural Bank of China – Harvest CSI Financial Asset Management Plan	Others	25,583,100	0.24%	0	None	0

<b>Shareholdings of the top ten shareholders with unrestricted shares (excluding shares lent through securities lending and refinancing)</b>			
<b>Name of shareholder</b>	<b>Number of unrestricted tradable shares</b>	<b>Type and quantity of shares</b>	
		<b>Type of shares</b>	<b>Quantity</b>
China Petroleum & Chemical Corporation	5,459,455,000	Ordinary shares denominated in RMB	5,459,455,000
HKSCC (Nominees) Limited	3,346,317,000	Overseas listed foreign share	3,346,317,000
HKSCC Limited	66,610,817	Ordinary shares denominated in RMB	66,610,817
Southern Fund – Agricultural Bank of China – Southern CSI Financial Asset Management Plan	39,031,700	Ordinary shares denominated in RMB	39,031,700
GF Fund – Agricultural Bank of China – GF CSI Financial Asset Management Plan	38,039,800	Ordinary shares denominated in RMB	38,039,800
Yinhua Fund – Agricultural Bank of China – Yinhua CSI Financial Asset Management Plan	37,251,516	Ordinary shares denominated in RMB	37,251,516
Dacheng Fund – Agricultural Bank of China – Dacheng CSI Financial Asset Management Plan	37,028,669	Ordinary shares denominated in RMB	37,028,669
Bosera Fund – Agricultural Bank of China – Bosera CSI Financial Asset Management Plan	28,377,600	Ordinary shares denominated in RMB	28,377,600
Wang Lei	28,035,200	Ordinary shares denominated in RMB	28,035,200
Harvest Fund – Agricultural Bank of China – Harvest CSI Financial Asset Management Plan	25,583,100	Ordinary shares denominated in RMB	25,583,100
Explanation of the connected relationship or acting in concert relationship of the above shareholders	Among the above-mentioned shareholders, China Petroleum & Chemical Corporation, a State-owned legal person, does not have any connected relationship with the other shareholders, and does not constitute an acting-in-concert party under the Administrative Measures on Acquisition of Listed Companies. Among the above-mentioned shareholders, HKSCC (Nominees) Limited is a nominee. HKSCC Limited is the nominal holder for Shanghai-Hong Kong Stock Connect Program of the Company. Apart from the above shareholders, the Company is not aware of any connected relationship among the other shareholders, or whether any other shareholder constitutes an acting-in concert party under the Administrative Measures on Acquisition of Listed Companies.		
Explanation of the top ten shareholders and the top ten shareholders of unrestricted shares engaging in margin financing and securities lending and refinancing business (if any)	Not involved		

Shareholders holding more than 5% of the shares, the top ten shareholders and the top ten shareholders of unrestricted shares engaging in lending shares through securities lending and refinancing business

Applicable     Not Applicable

Top ten shareholders and the top ten shareholders of unrestricted shares changed from the previous period due to lending/returning shares through securities lending and refinancing business

Applicable     Not Applicable

#### **4. OTHER REMINDERS**

Other important information about the operation of the Company during the Reporting Period that investors should be reminded of

Applicable     Not Applicable

#### **5. QUARTERLY FINANCIAL STATEMENTS**

##### **5.1 Type of Audit Opinions**

Applicable     Not Applicable

## 5.2 The Financial Statements

### CONSOLIDATED BALANCE SHEETS

30 September 2024

Prepared by: Sinopec Shanghai Petrochemical Company Limited

Unit: RMB'000 Audit type: unaudited

Items	As at 30 September 2024	As at 31 December 2023
<b>Current assets:</b>		
Cash at bank and on hand	15,375,779	5,607,013
Derivative financial assets	108,588	–
Account receivable	1,627,570	1,448,947
Receivables under financing	534,238	236,487
Prepayments	124,097	32,536
Other receivables	626,474	352,064
Inventories	5,923,937	7,751,687
Other current assets	49,424	26,098
Total current assets	24,370,107	15,454,832
<b>Non-current assets:</b>		
Long-term equity investments	3,470,228	3,351,941
Other equity instrument investment	3,869	3,869
Other non-current financial assets	36,500	36,500
Investment properties	308,902	321,037
Fixed assets	13,417,586	14,190,827
Construction in progress	1,483,952	1,200,602
Right-of-use assets	4,733	8,295
Intangible assets	337,696	352,672
Long-term deferred expenses	461,315	641,328
Deferred tax assets	1,294,376	1,313,841
Other non-current assets	–	2,782,500
Total non-current assets	20,819,157	24,203,412
Total assets	45,189,264	39,658,244



Items	As at 30 September 2024	As at 31 December 2023
<b>Current liabilities:</b>		
Short-term borrowings	1,500,000	3,000,000
Derivative financial liabilities	81,890	–
Notes payable	12,206,208	1,535,334
Accounts payable	3,197,761	6,296,912
Contract liabilities	497,836	335,006
Employee benefits payable	558,918	322,265
Taxes payable	1,240,592	1,187,075
Other payables	859,840	1,144,683
Non-current liabilities due within one year	5,948	707,515
Other current liabilities	67,664	43,819
Total current liabilities	20,216,657	14,572,609
<b>Non-current liabilities:</b>		
Lease liabilities	741	942
Deferred revenue	106,508	110,222
Deferred tax liabilities	29,891	31,564
Total non-current liabilities	137,140	142,728
Total liabilities	20,353,797	14,715,337
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	10,675,228	10,799,286
Capital surplus	621,460	609,166
Less: Treasury stock	22,986	70,579
Other comprehensive income	19,138	(887)
Specific reserve	214,681	298,137
Surplus reserve	6,672,634	6,672,634
Retained earnings	6,551,711	6,517,172
Total equity attributable to owners (or shareholders) of the Company	24,731,866	24,824,929
Non-controlling interests	103,601	117,978
Total owners' equity (or shareholders' equity)	24,835,467	24,942,907
Total liabilities and owners' equity (or shareholders' equity)	45,189,264	39,658,244
Person in charge of the Company: Guo Xiaojun	Person in charge of accounting: Du Jun	Person in charge of accounting department: Fu Hejuan

## CONSOLIDATED INCOME STATEMENTS

January to September 2024

Prepared by: Sinopec Shanghai Petrochemical Company Limited

Unit: RMB'000 Audit type: unaudited

Items	First three quarters of 2024 (January to September)	First three quarters of 2023 (January to September)
1. Total revenue	<b>65,995,285</b>	69,859,201
Including: Revenue	<b>65,995,285</b>	69,859,201
2. Total operating cost	<b>65,902,218</b>	70,630,335
Including: Cost of sales	<b>55,022,698</b>	58,956,016
Taxes and surcharges	<b>9,358,515</b>	9,629,262
Selling and distribution expenses	<b>189,485</b>	227,362
General and administrative expenses	<b>1,196,301</b>	1,399,633
R&D expenses	<b>193,894</b>	112,338
Financial expenses	<b>(125,314)</b>	(178,659)
Add: Other income	<b>22,862</b>	7,782
Investment income (“-” to indicate loss)	<b>89,600</b>	(204,058)
Profit arising from changes in fair value (“-” to indicate loss)	-	-
Credit impairment losses (“-” to indicate loss)	<b>(28)</b>	551
Asset impairment losses (“-” to indicate loss)	<b>(180,802)</b>	(289,092)
Gains on disposal of assets (“-” to indicate loss)	<b>1,729</b>	434
3. Operating profit (“-” to indicate loss)	<b>93,067</b>	(771,134)
Add: Non-operating income	<b>22,078</b>	29,865
Less: Non-operating expenses	<b>58,360</b>	56,526
4. Total profit (“-” to indicate loss)	<b>56,785</b>	(797,795)
Less: Income tax expenses	<b>16,869</b>	(81,137)
5. Net Profit (“-” to indicate loss)	<b>39,916</b>	(716,658)
(1) Classification by business continuity		
1. Net profit from continuing operations (“-” to indicate loss)	<b>39,916</b>	(716,658)
(2) Classification by ownership		
1. Attributable to equity shareholders of the Company (“-” to indicate loss)	<b>34,539</b>	(719,446)
2. Non-controlling interests (“-” to indicate loss)	<b>5,377</b>	2,788

<b>Items</b>	<b>First three quarters of 2024 (January to September)</b>	First three quarters of 2023 (January to September)
6. Other comprehensive income, net of tax	<b>8,560</b>	42,610
(1) Other comprehensive income (net of tax) attributable to owners of the Company	<b>8,560</b>	42,610
1. Items that may not be reclassified to profit or loss	–	–
2. Items that may be reclassified to profit or loss	<b>8,560</b>	42,610
(1) Items that may be reclassified to profit or loss using the equity method	–	(21)
(2) Cash flow hedging reserves	<b>8,560</b>	42,631
(2) Other comprehensive income (net of tax) attributable to non-controlling interests	–	–
7. Total comprehensive income	<b>48,476</b>	(674,048)
(1) Attributable to owners of the Company	<b>43,099</b>	(676,836)
(2) Attributable to non-controlling interests	<b>5,377</b>	2,788
8. Earnings per share:		
(1) Basic earnings per share (RMB/share)	<b>0.003</b>	-0.067
(2) Diluted earnings per share (RMB/share)	<b>0.003</b>	-0.067

Person in charge  
of the Company:  
Guo Xiaojun

Person in charge  
of accounting:  
Du Jun

Person in charge  
of accounting department:  
Fu Hejuan

## CONSOLIDATED CASH FLOW STATEMENTS

January to September 2024

Prepared by: Sinopec Shanghai Petrochemical Company Limited

Unit: RMB'000 Audit type: unaudited

Items	First three quarters of 2024 (January to September)	First three quarters of 2023 (January to September)
<b>1. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	71,493,690	77,343,192
Tax refund received	45,983	538,646
Cash received relating to other operating activities	272,190	209,563
Sub-total of cash inflows	71,811,863	78,091,401
Cash paid for purchasing goods and receiving services	49,361,651	66,807,104
Cash paid to and on behalf of employees	2,028,927	2,243,315
Payments of taxes and surcharges	9,752,816	9,510,014
Cash paid relating to other operating activities	242,868	419,284
Sub-total of cash outflows	61,386,262	78,979,717
Net cash flows generated from operating activities	10,425,601	(888,316)
<b>2. Cash flows from investing activities:</b>		
Cash received from investment recovery	26,926	50,000
Cash received from returns on investments	115,606	92,091
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	148,199	83,575
Cash received relating to other investing activities	717,277	3,197,709
Sub-total of cash inflows	1,008,008	3,423,375
Cash paid to acquire fixed assets, intangible assets and other long-term assets	1,235,822	1,042,457
Cash paid for investment	176,500	26,500
Cash paid to other related investment activities	1,000,000	—
Sub-total of cash outflows	2,412,322	1,068,957
Net cash flows generated from investment activities	(1,404,314)	2,354,418

<b>Items</b>	<b>First three quarters of 2024 (January to September)</b>	<b>First three quarters of 2023 (January to September)</b>
<b>3. Cash flows from financing activities:</b>		
Cash received from borrowings	17,500,000	24,045,000
Sub-total of cash inflows	17,500,000	24,045,000
Cash repayments of borrowings	19,700,000	20,550,000
Cash paid for distribution of dividends or profits and interest expenses	97,438	103,417
Cash Paid to other related financing activities	104,970	10,913
Sub-total of cash outflows	19,902,408	20,664,330
Net cash flows generated from financing activities	(2,402,408)	3,380,670
<b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b>	(8,868)	6,159
<b>5. Net increase in cash and cash equivalents</b>	6,610,011	4,852,931
Add: Cash and cash equivalents at beginning of the Reporting Period	4,906,371	889,413
<b>6. Cash and cash equivalents at end of the Reporting Period</b>	11,516,382	5,742,344

Person in charge  
of the Company:  
Guo Xiaojun

Person in charge  
of accounting:  
Du Jun

Person in charge  
of accounting department:  
Fu Hejuan

Adjustments to financial statements at the beginning of the year relating to the initial adoption of the new accounting standards or interpretation of standards since 2024

Applicable     Not Applicable

It is hereby notified the above.

By Order of the Board  
**Sinopec Shanghai Petrochemical Company Limited**  
**Liu Gang**  
*Joint Company Secretary*

Shanghai, the PRC, 23 October 2024

*As at the date of this announcement, the executive directors of the Company are Guo Xiaojun, Guan Zemin, Du Jun and Huang Xiangyu; the non-executive directors of the Company are Xie Zhenglin and Qin Zhaohui; and the independent non-executive directors of the Company are Tang Song, Chen Haifeng, Yang Jun, Zhou Ying and Huang Jiangdong.*