

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.



西部水泥

WEST CHINA CEMENT LIMITED

中國西部水泥有限公司

(Incorporated in Jersey with limited liability, with registered number 94796)

(Stock Code: 2233)

POSITIVE PROFIT ALERT

This announcement is made by West China Cement Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on a preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2024 and the latest adjustments proposed during the audit, the Group expects to record an increase of approximately 35% to 45% in its profit for the year attributable to the owners of the Company for the year ended 31 December 2024 as compared to the corresponding period of 2023. Such increase in the expected profit for the year attributable to the owners of the Company is mainly attributable to a combination of the following factors:

1. There was a loss on derecognition of a subsidiary of RMB255.7 million recorded for the year ended 31 December 2023. The loss primarily included the impairment loss in respect of inter-group receivables in the amount of approximately RMB265.9 million due from Kangding Paomashan Cement Co., Ltd. (康定跑馬山水泥有限責任公司) (“**Paomashan**”). Paomashan is in bankruptcy liquidation proceedings, it is estimated that the Group will not be able to recover all receivables due from Paomashan. No such loss was recorded for the year ended 31 December 2024.
2. There was a provision for administrative penalty made by Shaanxi Administration for Market Regulation for violation of relevant anti-trust law provisions in the central Shaanxi market of RMB119.6 million recorded for the year ended 31 December 2023. No such provision was recorded for the year ended 31 December 2024.

3. The Group recorded fair value loss on equity instrument at fair value through profit or loss (FVTPL) of approximately RMB0.9 million for the year ended 31 December 2024 (2023: RMB55.5 million).
4. Although cement average selling prices have not deteriorated significantly during 2024, they have remained at a low level. As a result, revenue of the Group for the year ended 31 December 2024 was approximately RMB8,330 million. This is compared with the revenue of the Group of RMB9,021 million for the year ended 31 December 2023.

The information contained in this announcement represents a preliminary estimation and assessment by the Board with reference to the unaudited consolidated management accounts, financial information of the Group and other information currently available to the Board. Such information as well as the unaudited consolidated management accounts of the Group have not been reviewed by the auditor of the Company or the audit committee of the Board. As the Company is still in the process of finalising its annual results for the year ended 31 December 2024, the actual annual results for the year ended 31 December 2024 may be different from the information set out in this announcement. Further details of such annual results will be included in the Company's annual results announcement, which is expected to be published before end of March 2025.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
West China Cement Limited
Zhang Jimin
Chairman

Hong Kong, 14 March 2025

As at the date of this announcement, the executive Directors are Mr. Zhang Jimin, Mr. Cao Jianshun, Ms. Wang Rui and Mr. Chu Yufeng, the non-executive Directors are Mr. Ma Zhaoyang, Mr. Fan Zhan and Mr. Wang Zhixin, and the independent non-executive Directors are Mr. Lee Kong Wai, Conway, Mr. Zhu Dong, Mr. Tam King Ching, Kenny and Mr. Feng Tao.