

Stock code: 420063

Stock name: Wuguo B5

Announcement No.: 2018-018

Summary of 2018 Interim Report of Wuhan Boiler Company Limited

I. Important notes

This Summary of 2018 Interim Report is abstracted from the full text of the 2018 Interim Report. In order to have a full understanding of the operating results, financial status and future development planning of the Company, investors are suggested to read the full text carefully on the media designated by the China Securities Regulatory Commission (the "CSRC").

Non-standard auditor's opinion

Applicable Not applicable

Preplan for profit distribution to shareholders with common shares or transferring capital reserve into share capital for the report period which has been reviewed and approved by the Board of Directors

Applicable Not applicable

The Company planned not to distribute cash dividends, or grant bonus shares, or transfer capital reserve into share capital.

Preplan for profit distribution to shareholders with preference shares for the report period which has been reviewed and approved by the Board of Directors

Applicable Not applicable

II. Company profile

1. Stock profile

Stock name	Wuguo B5	Stock code	420063
Stock transfer system	National Equities Exchange and Quotations (NEEQ)		
Contact Information	Board Secretary	Securities Representative	
Name	Xu Youlan	Jin Lin	
Office address	No. 1, Liufangyuan Road, East Lake New Technology Development Zone, Wuhan, Hubei	No. 1, Liufangyuan Road, East Lake New Technology Development Zone, Wuhan, Hubei	
Tel.	(027) 81993700	(027) 81993611	
E-mail address	youlan.xu@ge.com	lin.jin@ge.com	

2. Key accounting and financial results

Does the Company need to adjust retrospectively or restate accounting data of previous periods?

Yes No

	January-June 2018	January-June 2017	+/- (%)
Operating revenues (RMB)	556,997,518.83	581,637,970.56	-4.24%
Net profit attributable to shareholders of the Company (RMB)	78,802,262.57	20,043,916.05	293.15%
Net profit attributable to shareholders of the Company after excluding non-recurring gains and losses (RMB)	78,278,985.36	18,605,028.04	320.74%
Net cash flows from operating activities (RMB)	129,034,235.74	148,564,254.09	-13.15%

Basic EPS (RMB/share)	0.27	0.07	285.71%
Diluted EPS (RMB/share)	0.27	0.07	285.71%
Weighted average ROE (%)	6.30%	1.33%	4.97%
	June 30, 2018	December 31, 2017	+/- (%)
Total assets (RMB)	1,069,256,696.11	1,200,726,969.91	-10.95%
Net assets attributable to shareholders of the Company (RMB)	-1,142,616,651.66	-1,281,838,103.18	10.86%

3. Total number of shareholders and their shareholdings

Unit: share

Total number of shareholders with common shares at the end of the report period	5,324	Total number of shareholders with preference shares who had resumed their voting right at the end of the report period (if any)	0					
Shareholdings of shareholders with more than 5% common shares or top 10 shareholders with common shares								
Name of shareholder	Nature of shareholder	Shareholding percentage	Total common shares held at the period-end	Increase / decrease during the report period	Number of restricted common shares held	Number of non-restricted common shares held	Pledged or frozen shares	
							Status of shares	Number of shares
ALSTOM (CHINA) INVESTMENT CO., LTD	Domestic non-state-owned corporation	51.00%	151,470,000		151,470,000		0	0
WUHAN BOILER GROUP CO., LTD	State-owned corporation	6.91%	20,530,000		20,530,000		0	0
WANG XIAO	Domestic individual	0.90%	2,672,800			2,672,800		
CHEN PENG	Domestic individual	0.79%	2,331,545			2,331,545		
HU ZHIHONG	Domestic individual	0.47%	1,390,397			1,390,397		
CHEN CHUYUN	Domestic individual	0.46%	1,367,450			1,367,450		
LI ZHIJIAN	Domestic individual	0.43%	1,286,281			1,286,281		
HSBC BROKING SECURITIES (ASIA) LIMITED-CLIENTS A/C	Foreign corporation	0.40%	1,185,114			1,185,114		
CHINA MERCHANTS SECURITIES (HK) CO., LTD.	State-owned corporation	0.40%	1,176,836			1,176,836		
ZHUANG CHANGXIONG	Domestic individual	0.35%	1,045,000			1,045,000		
Strategic investor or corporation becoming a top ten common shareholder due to placing of new shares (if any)	Not applicable							

Explanation on affiliated relationship or persons acting in concert among the above-mentioned shareholders:	Alstom (China) Investment Co., Ltd. (the first principal shareholder of the Company) and Wuhan Boiler Group Co., Ltd. (the second principal shareholder of the Company) hold non-tradable shares of the Company. No affiliated relationship exists between Alstom (China) Investment Co., Ltd. (the first principal shareholder of the Company), Wuhan Boiler Group Co., Ltd. (the second principal shareholder of the Company) and the other shareholders with tradable shares, and they are not persons acting in concert as defined in the Administrative Rules on Information Disclosure about Changing of Shareholding Status. The Company is not aware of whether there is any affiliated relationship among the top ten shareholders with tradable shares and whether there are persons acting in concert among them. The Company is not aware of whether there is any affiliated relationship among the top ten shareholders and the top ten shareholders with tradable share.		
Shareholdings of top ten shareholders holding non-restricted common shares			
Name of shareholder	Number of non-restricted common shares held at the period-end	Type of shares	
		Type	Number
WANG XIAO	2,672,800	Domestically listed foreign shares	2,672,800
CHEN PENG	2,331,545	Domestically listed foreign shares	2,331,545
HU ZHIHONG	1,390,397	Domestically listed foreign shares	1,390,397
CHEN CHUYUN	1,367,450	Domestically listed foreign shares	1,367,450
LI ZHIJIAN	1,286,281	Domestically listed foreign shares	1,286,281
HSBC BROKING SECURITIES (ASIA) LIMITED-CLIENTS A/C	1,185,114	Domestically listed foreign shares	1,185,114
CHINA MERCHANTS SECURITIES (HK) CO., LTD.	1,176,836	Domestically listed foreign shares	1,176,836
ZHUANG CHANGXIONG	1,045,000	Domestically listed foreign shares	1,045,000
SUN WEIWEI	966,567	Domestically listed foreign shares	966,567
TANG JUAN	887,236	Domestically listed foreign shares	887,236
Explanation on affiliated relationship or persons acting in concert among the top ten non-restricted common shareholders and between the top ten non-restricted common shareholders and the top ten common shareholders	The top ten shareholders of the Company are public shareholders with tradable shares. The Company is not aware of whether there is any affiliated relationship among the top ten shareholders with tradable shares and whether there are persons acting in concert among them. The Company is not aware of whether there is any affiliated relationship among the top ten shareholders and the top ten shareholders with tradable share.		
Explanation on the top 10 common shareholders participating in the margin trading business (if any)	Not applicable		

4. Change in the controlling shareholder or the actual controller

Change of the controlling shareholder in the report period

Applicable Not applicable

The controlling shareholder of the Company did not change in the report period.

Change of the actual controller in the report period

Applicable Not applicable

The actual controller of the Company did not change in the report period.

5. Number of shareholders with preference shares and shareholdings of top 10 of them

Applicable Not applicable

6. Corporate bonds

Corporate bonds publicly offered and listed on the stock exchange which were undue before the approval date of this report or were due but could not be redeemed in full

None

III. Performance discussion and analysis

1. Business review for report period

In the first half of 2018, domestic nuclear power, wind power and solar power generation grew at a faster rate. New progress was made in energy conservation and consumption reduction in the power industry. The overall efficiency of the energy industry has improved. However, due to rising coal prices and rising power generation costs, thermal power enterprises have a severe operating situation. Nearly half of the companies are in a state of loss, facing the grim situation of thermal power companies, with the guide of the Belt and the Road, the Company intends to expand China boiler and mill market with its advanced technology and high efficiency boiler products and positively work hard for GE internal orders. Management believes that the Company can make continuous and stable development with the dedication of all employees and the full support from GE.

During the report period, all the employees of the Company overcame difficulties and forged ahead under the leadership of the Management, saving expenses and at the same time keeping production and operation continuously stable. According to the Chinese accounting standards, for the report period, Operating revenue achieved during the report period was RMB 556,997,518.83, decreased by 4.24% over the same period of last year; operating profit was RMB 79,946,613.91, increased by 142.89% as compared to the same period of last year; and net profit attributable to shareholders of the Company was RMB 78,802,262.57, increased by 293.15% over the same period of last year.

The Company's business scope is research, design, development and manufacturing of power plant boilers, special boilers, pressure vessel of Class 1, 2 & 3, boiler auxiliary equipment and desulphurization equipment, and sales of self-manufactured product (related governmental permit shall be obtained before engaging in the projects required mandatory license).

No changes occurred to the main business model and business line of the Company in the report period.

Is the Company subject to the disclosure requirements for special industries?

No.

2. Issue related to financial report

(1) Changes in accounting policy, accounting estimates and measurement methods compared to last accounting period

Applicable Not applicable

No such changes in report period

(2) Retrospective restatements due to correction of significant accounting errors in report period

Applicable Not applicable

No such cases in report period

(3) Changes in consolidation scope compared to last accounting period

Applicable Not applicable

No such changes in report period

August 30, 2018