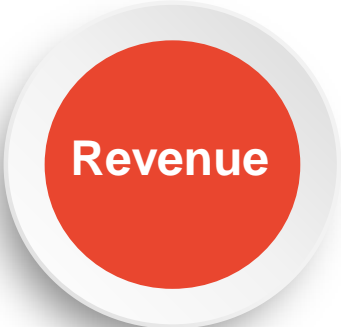


# Notable Profitability Under COVID-19



**-15.4%**

2020 H1	552
<hr/>	
2019 H1	653

(RMB MM)



**+0.3ppts**

2020 H1	28.8%
<hr/>	
2019 H1	28.5%



**-6.0%**

2020 H1	82
<hr/>	
2019 H1	87

(RMB MM)

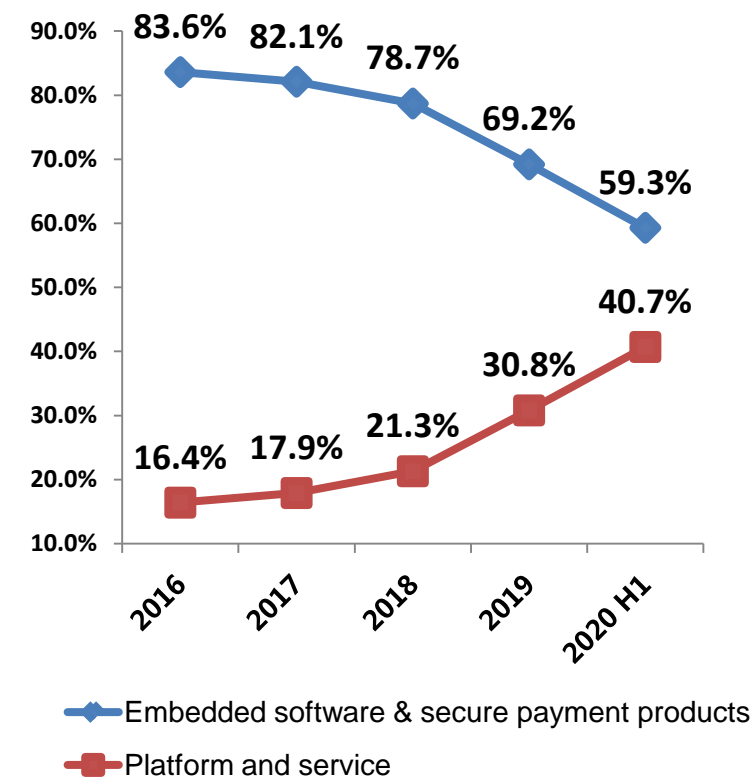


**+1.4ppts**

2020 H1	14.8%
<hr/>	
2019 H1	13.4%

(RMB'000 )	2020 H1	2019 H1	YoY
Revenue	552,453	653,143	-15.4%
Gross profit	159,093	186,202	-14.6%
Gross margin (%)	28.8%	28.5%	+0.3ppts
Operating Expenses	112,535	114,389	-1.6%
Net Profit	81,999	87,244	-6.0%
Net Profit margin (%)	14.8%	13.4%	+1.4ppts
Dividend per share (HK cents)			
- Interim	3.0	4.0	
Dividend payout ratio	27.3%	34.3%	
EPS (RMB cents)			
- Basic	9.9	10.6	-6.6%
- Diluted	9.9	10.6	-6.6%

Revenue Structure  
Continues to Optimize



## Operating Expenses

(RMB'000 )	2020 H1		2019 H1		2018 H1	
	Amount	As % of Revenue	Amount	As % of Revenue	Amount	As % of Revenue
<b>Revenue</b>	<b>552,453</b>	<b>100.0%</b>	<b>653,143</b>	<b>100.0%</b>	<b>632,973</b>	<b>100.0%</b>
<b>Operating expenses</b>	<b>112,535</b>	<b>20.4%</b>	<b>114,389</b>	<b>17.5%</b>	<b>114,338</b>	<b>18.1%</b>
- R&D expenses	49,580	9.0%	51,434	7.9%	51,809	8.2%
- Sales and distribution expenses	45,056	8.2%	44,385	6.8%	45,445	7.2%
- Administrative expenses	17,899	3.2%	18,570	2.8%	17,084	2.7%

Indicators	As at 30 Jun, 2020	As at 31 Dec, 2019	As at 30 Jun, 2019
<b>Inventories</b> ( RMB '000 )	193,560	184,676	220,250
<b>Inventory turnover</b> ( days )	87	71	84
<b>Account receivables</b> ( RMB '000 )	412,018	328,337	460,629
<b>A/R turnover</b> ( days )	121	96	121
<b>Current assets</b> ( RMB '000 )	1,971,775	1,922,784	1,847,592
<b>Current liabilities</b> ( RMB '000 )	496,366	597,536	530,724
<b>Current ratio</b> (times)	4.0	3.2	3.5
<b>Total Assets</b> ( RMB '000 )	2,494,545	2,635,228	2,506,202
<b>Net Assets</b> ( RMB '000 )	1,960,716	2,004,404	1,948,390
<b>Available Funds</b> ( RMB '000 )	1,390,951	1,617,136	1,353,581

Steady Growing Net Assets & Available Funds

