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## Zhejiang Expressway Announces 2021 Annual Results

### Financial Highlights

- Revenue was Rmb16,262.60 million, representing an increase of 30.6% year-on-year
- Profit attributable to owners of the Company was Rmb4,762.43 million, representing an increase of 97.1%
- Basic earnings per share was Rmb109.65 cents, and diluted earnings per share was Rmb102.50 cents
- A dividend of Rmb37.50 cents per share was recommended

(Hong Kong, March 24, 2022) – Zhejiang Expressway Co., Ltd. (“Zhejiang Expressway” or the “Company”) (HKEx code: 576; LSE code: ZHEH) today announced the audited consolidated results of the Company and its subsidiaries (collectively the “Group”) for the year ended December 31, 2021 (the “Period”).

During the Period, revenue for the Group was Rmb16,262.60 million, representing an increase of 30.6% over 2020. Profit attributable to owners of the Company was Rmb4,762.43 million, representing an increase of 97.1% year-on-year. Basic earnings per share for the Period was Rmb109.65 cents (2020 (Restated): Rmb55.64 cents), and diluted earnings per share for the Period was Rmb102.50 cents (2020 (Restated): Rmb55.19 cents). The Board of Directors recommended a dividend of Rmb37.50 cents per share, subject to shareholders’ approval at the Company’s 2021 annual general meeting.

**Mr. Yuan Yingjie, General Manager of the Company**, said, “In 2021, in the face of the challenging and complex international environment, as well as the sporadic rebound of the epidemic situation at home, the Chinese government adhered to the general keynote of maintaining stable growth with steady progress, hence the national economy continued to recover steadily. During the Period, toll revenue of the Group’s expressways recorded significant growth due to the effect of low base in the same period in 2020, while revenue from the securities business recorded stable growth, benefiting from the positive momentum in the domestic capital markets. The Group took proactive actions to do better during the opening year of the 14th Five-Year Plan, continuously strengthening the brand



influence of its core business operations, enhancing the core competitiveness of its securities business



During the Period, total toll revenue from the 248km Shanghai-Hangzhou-Ningbo Expressway, the 141km Shangsang Expressway, the 70km Jinhua Section of the Ningbo-Jinhua Expressway, the 122km Hanghui Expressway, the 82km Huihang Expressway, the 93km Shenjiahuhang Expressway, the 46km Zhoushan Bay Bridge, the 222km LongLiLiLong Expressways and the 50km Zhajiasu Expressway was Rmb9,607.20 million, representing an increase of 39.5% year-on-year and 59.1% of the Group's total revenue.

For the securities business, with the establishment of Beijing Stock Exchange and the simultaneous launch of the pilot run of the registration-based IPO system, as well as amid the positive market environment as a result of capital market reform, securities trading activities increased and the domestic capital market flourished. Zheshang Securities has actively grasped the market opportunities and continuously improved its compliance and risk control standards as well as core competitiveness, resulting in stable and progressive operating results. During the Period, Zheshang Securities recorded total revenue of Rmb6,403.02 million, representing an increase of 25.9% year-on-year and 39.4% of the Group's total revenue, of which, commission and fee income increased 27.2% year-on-year to Rmb4,155.66 million, and interest income from the securities business was Rmb2,247.36 million, an increase of 23.4% year-on-year. In addition, securities investment gains of Zheshang Securities included in the consolidated statement of profit or loss and other comprehensive income of the Group was Rmb1,835.56 million.

## **Outlook**

Looking forward to 2022, despite the burdens of contracted demand, supply chain disruption and weakening expectations as well as uncertainties brought on by the ongoing Russia-Ukraine conflict, China's economy is expected to achieve stable growth in 2022 with the support of the government's sound and effective macro policies and initiatives to smooth the economic circulations. In the critical year for implementation of the 14th Five-Year Plan, the Group will adhere to the principle of high



we will leverage the Group's brand and experience advantages in the field of transportation infrastructure REITs to enhance the financing capacity of the public REITs listing platform and increase research efforts on transportation-related infrastructure projects to drive the high-quality and sustainable development of the Company.”

~ End ~

### **About Zhejiang Expressway Co., Ltd.**

Established in 1997, Zhejiang Expressway Co., Ltd. (HKEx code: 576; LSE code: ZHEH) is an infrastructure company principally engaged in investing in, developing and operating high-grade roads. The expressway operating rights of the Company and its subsidiaries were granted by Zhejiang Provincial Government and Anhui Provincial Government for a period ranging from 25 to 30 years. In January 2021, the Company completed the acquisition of 30% equity interest in HangNing Co and 100% equity interest in LongLiLiLong Co, and in May 2021, the Company completed the acquisition of 55% equity interest in Jiaxing Zhajiasu Expressway Co., Ltd. The Company and its subsidiaries also carry out securities business. Its subsidiary Zheshang Securities Co., Ltd. has been listed on the Shanghai Stock Exchange since June 2017 (SSE code: 601878).

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