

**FINAL RESULTS OF
BEIJING ENTERPRISE WATER
GROUP LIMITED**

(Beijing, 30 March 2022) Beijing Enterprises Water Group Limited and its subsidiaries (Stock Code: “0371.HK”, hereinafter referred to as “BEWG”, the “Company” or the “Group”) officially announced its 2021 annual results today. With the leadership of the Board of Directors of the Group and the joint efforts of all the staff members, BEWG have achieved stable results through the operation and development in 2021.

The Group’s key financial data for the year ended 31 December 2021 is as follows:

Revenue increased by approximately 10% to HK\$27,880,147,000; profit from operating activities increased by approximately 9% to HK\$8,731,109,000; profit before tax increased by approximately 7% to HK\$6,932,145,000; and profit for the year increased by approximately 4% to HK\$5,467,921,000, as compared to the last year. Total assets amounted to HK\$183,623,186,000, representing an increase of approximately 5%; total equity amounted to HK\$63,548,754,000, representing an increase of approximately 11%; and total liabilities amounted to HK\$120,074,432,000, representing an increase of approximately 2%, as compared to the end of last year.

Profit attributable to shareholders was HK\$4,195,900,000 and

basic earnings per share was HK41.42 cents; while EBITDA amounted to HK\$10,546,000,000. In recognition of the continuous support of the shareholders, the board of directors of BEWG recommended to make a final distribution of HK 6.7 cents per share to the shareholders.

Municipal water business maintains a good growth momentum. For 2021, net increase in total daily design capacity of the year was 2,761,226 tons, among which net increase in daily design capacity of water distribution services was 790,671 tons, net increase in daily design capacity of reclaimed water treatment was 711,000 tons, net increase in daily design capacity of sewage treatment was 1,259,555 tons. As of 31 December 2021, the Group participated in 1,370 water plants and rural sewage treatment facilities either in operation or future operation, including 1,116 sewage treatment plants and rural sewage treatment facilities, 191 water distribution plants, 61 reclaimed water plants and 2 desalination plants.

In terms of water environment governance business, we will promote the operation of projects in hand, build and implement a smart operation and control platform, and promote the intelligent transformation of the water environment field.

In terms of emerging businesses, Beijing Enterprises Urban Resources Group Limited. continues to focus on environmental sanitation and hazardous waste disposal services, develops in a steady and orderly manner, and helps the Beijing Winter Olympics in 2021 to ensure the improvement of health quality in the competition area; Beijing Enterprises Clean Energy Group Limited. actively responds to the national green development strategy, and steadily improves the photovoltaic power generation, wind power generation and clean

heating business. The overall overseas business is stable. The rural sewage treatment business has been steadily advancing, and the projects in hand have been put into operation one after another.

In 2021, adhering to the business tenet of "customer as the source, innovation as the way", the Group always adhered to high-quality development, realized the gradual optimization of profits and capital structure, and the net profit attributable to the mother of water operation and technical services business accounted for 71% in the whole year. Cash flow performance improved further, with estimated net operating cash outflows approximately HK\$1.585 billion (unaudited) for the full year, an estimated improvement of HK\$2.076 billion (unaudited) from the same period last year. Professional service capabilities and business expansion capabilities continued to increase, and the number of new contracts signed in the whole year increased by 4.18% over the same period, steadily promoting asset-light transformation.

Adhering to the basic idea of "customer-centric", taking "creating value for customers" as the measurement standard, the Group has built a customer-centric and market-oriented organizational form, upgraded customer service and market development, created a new market development system, established a brand of customer trust, launched a new system and product line, built excellent delivery capabilities, optimized the operation management system, and accelerated the "1+N" group construction and digital transformation.

In 2021, the global epidemic situation is still relatively severe, the Group is united in its determination to overcome the difficulties of the times, comprehensively carry out the epidemic prevention and

control work, and always strictly implement the epidemic prevention regulations of local governments to ensure the health and safety of employees, the stable operation of the water plant, and ensure timely delivery and customer satisfaction. Henan encountered extreme heavy rainfall weather, the Group timely implementation of flood control and flood protection work, effectively to ensure the safety of residents' lives and enterprises. The Group has always practiced the three values of "responsibility, value and sharing" with practical actions, and bravely assumed social responsibility.

The Group adheres to the business purpose of "customer as the source, innovation as the way", takes "becoming a world-class water environment service provider that is deeply trusted and leads the development" as the corporate vision, and clearly defines the sustainable development concept of "continuous acquisition and management of large-scale assets, relying on technology and model innovation to create new business sites, improve the operational efficiency of enterprises, and achieve sustainable development of the company", and implements the sustainable development concept of "the way of purity, the way of good governance and the way of mutual assistance". Continuously improve and improve the operation and management of enterprises, and help enterprises form a healthy and stable sustainable development model.

With the basic principle of "providing customers with excellent operation services", the Group insists on improving the quality of operations, promoting the standardization and intelligent construction of operations, continuously improving the star creation rate and refined operation level, giving full play to the advantages of the main business, and strengthening the core competitiveness of the brand.

With the continuous advancement of the construction of national ecological civilization, the Group takes "new water affairs, making life full of vitality" as its mission, regards improving the ecological environment as its own responsibility, attaches great importance to water resources protection, leads the development of the industry, and promotes regional development and environmental development. At the same time, the Group actively responds to the national "3060 Double Carbon Target", starting from policy support, vision awareness, full-process emission reduction, new technology research and development, renewable energy operation and multi-industry collaboration, actively exploring low-carbon treatment models, continuously improving project operation efficiency, helping the national green development strategy, and building a beautiful China.

The Group has always emphasized the concept of human text, focused on the development of "outstanding talents", attached importance to talent training, and continued to optimize the digital system of human resources, improve the talent supply module, strengthen the talent team, continuously stimulate and tap high-quality employees to ensure that the number of talents is sufficient, the ladder is reasonable, and the structure is optimized.

Supported by the ecological strategy, the Group attaches great importance to the creation of sustainable supply chains, actively promotes the transformation of digital supply chains, deeply integrates the requirements related to sustainable development with the concept of supply chain management, and strives to create a healthy and sustainable high-quality responsible supply chain.

In 2021, the Group was included as a constituent stock of the Hang Seng Corporate Sustainability Benchmark Index for the first

time, indicating that the Group's sustainability achievements were recognized by the capital markets, further enhancing the Group's influence in the capital markets.

2022 is the second year of the implementation of the 14th Five-Year Plan, and it is also a year in which opportunities and challenges coexist, and the Prime Minister proposed to "continuously improve the ecological environment and promote green and low-carbon development" at the opening two sessions. Guided by the national strategic direction, the Group adheres to customer-oriented, organizational change, integrated co-creation and sustainable development. Deepen the operation of customers, attach importance to customer experience, continuously improve customer satisfaction, and create a high-quality brand image with customers and innovation as the core. Improve operational efficiency, vigorously expand new business, extend new tracks, and continuously promote asset-light transformation. In the future, the Group will continue to acquire and manage a large number of assets, rely on scientific and technological innovation and model innovation to create new business growth points, improve the operational efficiency of enterprises, and achieve sustainable development of the company. At the same time, the Group has always actively practiced the "Two Mountains" concept, continued to consolidate the achievements of the blue sky, clear water and pure land defense war, and continuously moved forward to "become a world-class water and environmental service provider that is deeply trusted and leads the development".

Finally, we would like to express our most sincere gratitude to the shareholders, customers, employees and partners who have consistently given our strong support.

About Beijing Enterprises Water Group Limited (0371HK)

The Company was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited. The ultimate holding company of the Company is Beijing Enterprises Holdings Limited (Stock Code: 392). The Group strategically positions itself as a “leading professional integrated water environmental service provider”, and specializes in the water services and environmental protection industries with sewage treatment as its core business segment.

For more information and the results announcement for the year ended 31 December 2021, please visit the Group’s website at <http://www.bewg.net>