



SINOPEC SHANGHAI PETROCHEMICAL COMPANY LIMITED



2020 Annual Results Briefing

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Financial Highlights

>> Financial Highlights



RMB Million

	2020	2019	Change
Revenue	74,623.6	100,269.7	-25.58%
Gross Profit	-340.2	1,587.7	-121.43%
Profit Before Taxation	590.8	2,656.1	-77.76%
Net Profit Attributable to Equity Shareholders	645.1	2,215.7	-70.89%
EPS (RMB)	0.060	0.205	-70.73%

Prepared under IFRS

>> Financial Highlights



RMB Million

	Dec 31, 2020	Dec 31, 2019	Change
Total Assets	44,619.1	45,494.1	-1.92%
Total Liabilities	15,284.2	15,500.2	-1.39%
Shareholders' Equity	29,198.0	29,863.3	-2.23%
Net Asset Value Per Share Attributable to Equity Shareholders (RMB)	2.698	2.759	-2.21%
Liabilities/Total Assets	34.25%	34.07%	0.18 pt.

Prepared under IFRS



2

Business Review





2. Reinforcement of Safety and Environmental Management with an Overall Stable Production

- Take stable production as top priority, reinforce control on overall safety and environmental protection;
- Implement process safety management and consolidate the foundation of production operation.

1. An Effective and Concrete Line of Defense against the Pandemic

- Undertake corporate social responsibility and participate in the national campaign against the pandemic with effective measures.



3. Innovation in Stable Steps forward

- Move firmly along the direction of “Basic+High-end” ;
- Strengthen scientific and technological innovations, and accelerate projects’ construction.

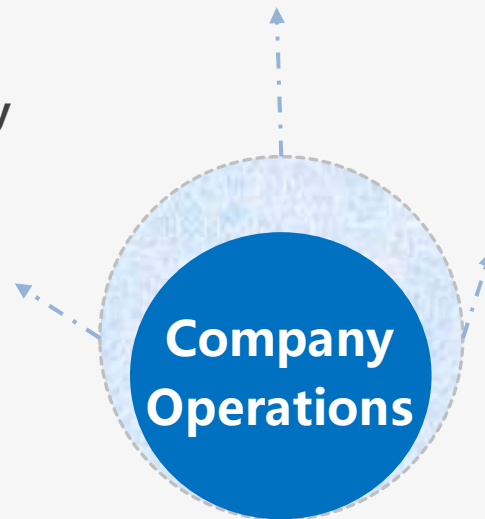


5. Further Optimization of Operation with Precision in Overcoming Difficulties and Achieve Effectiveness

- Focus on business optimization, and actively promoted further optimization of raw materials and product structures;
- Launch 100-Day Breakthroughs campaign, as well as the ongoing campaign, and continue to explore cost-reduction potential in large-scale procurement.

4. A Further Deepening of Energy Saving and Emission Reduction

- Implement various energy conservation and emission reduction measures;
- Adjust energy structure and promote energy-saving technologies.

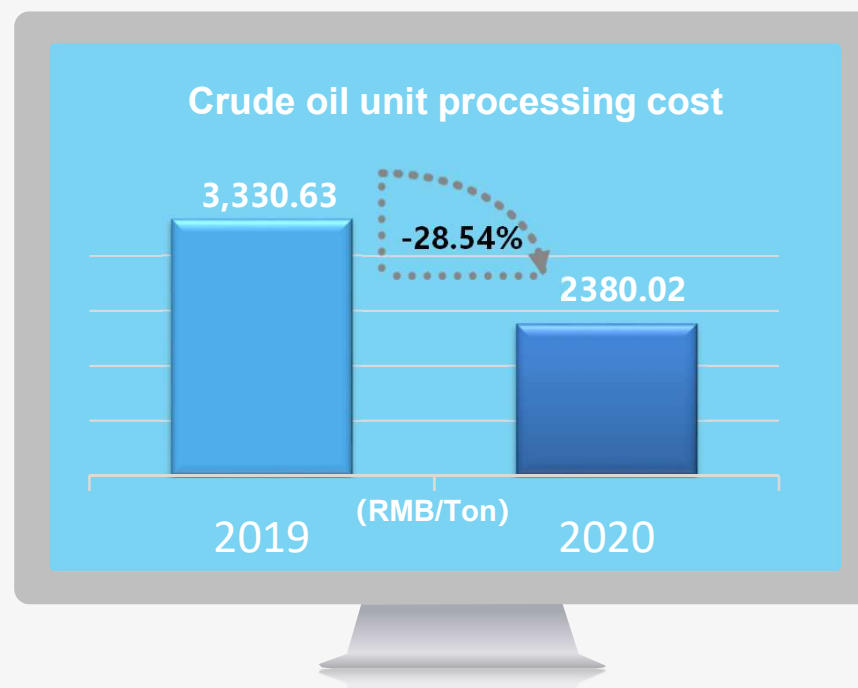
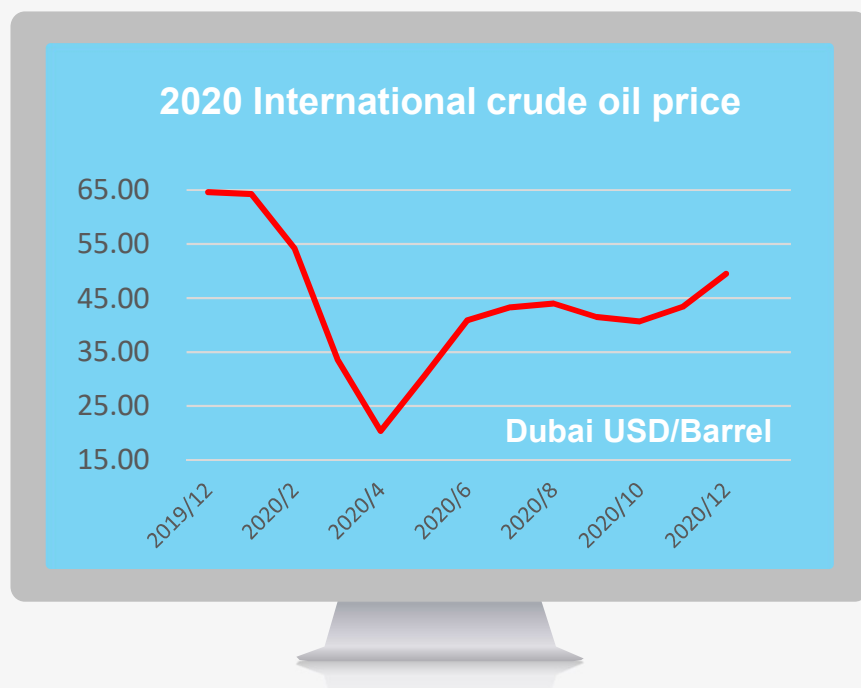


6. Breakthroughs Achieved in Management Reforms

- Learn from the best alongside management enhancement;
- Adjust and optimize organizational structures and promote utilization of talents in company enhancement.

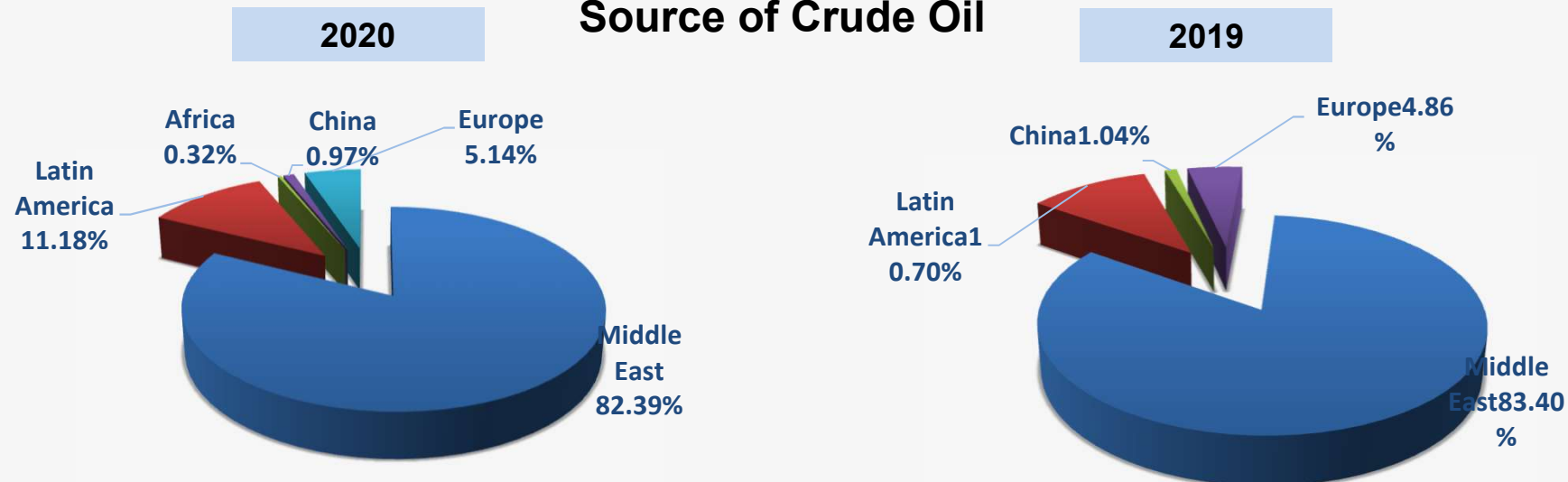


Processing Cost





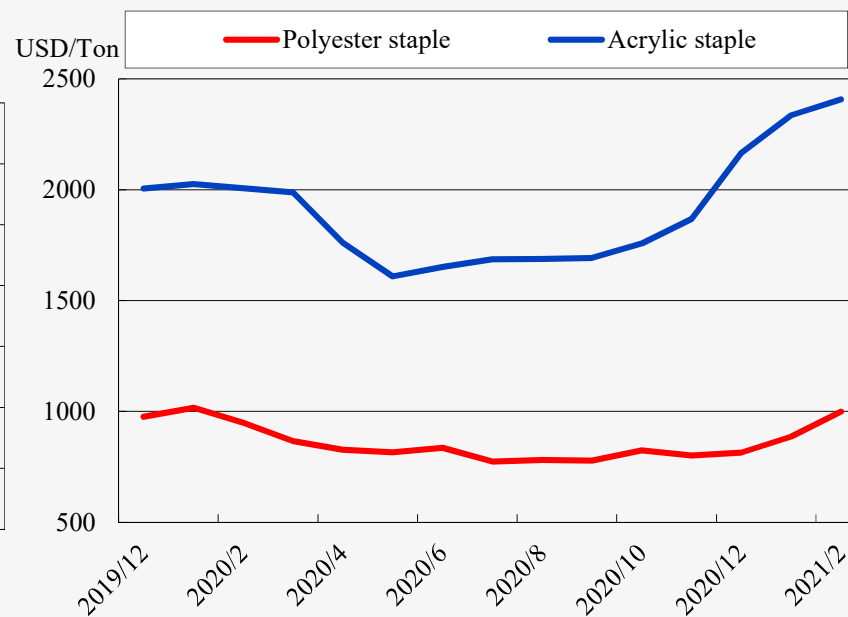
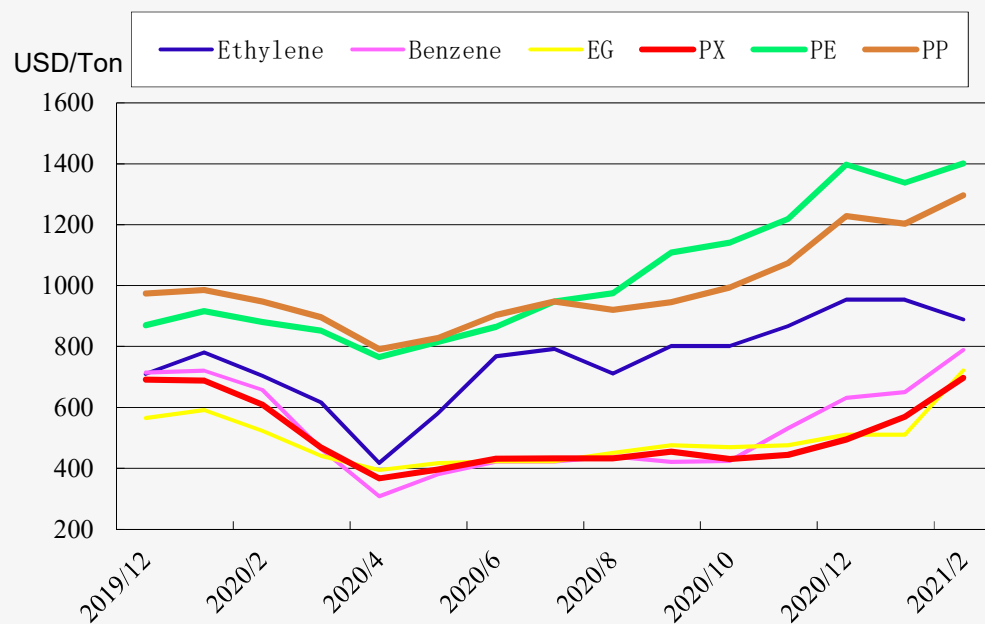
Source of Crude Oil



	Middle East	Latin America	China	Europe	Africa
2019	83.40%	10.70%	1.04%	4.86%	-
2020	82.39%	11.18%	0.97%	5.14%	0.32%

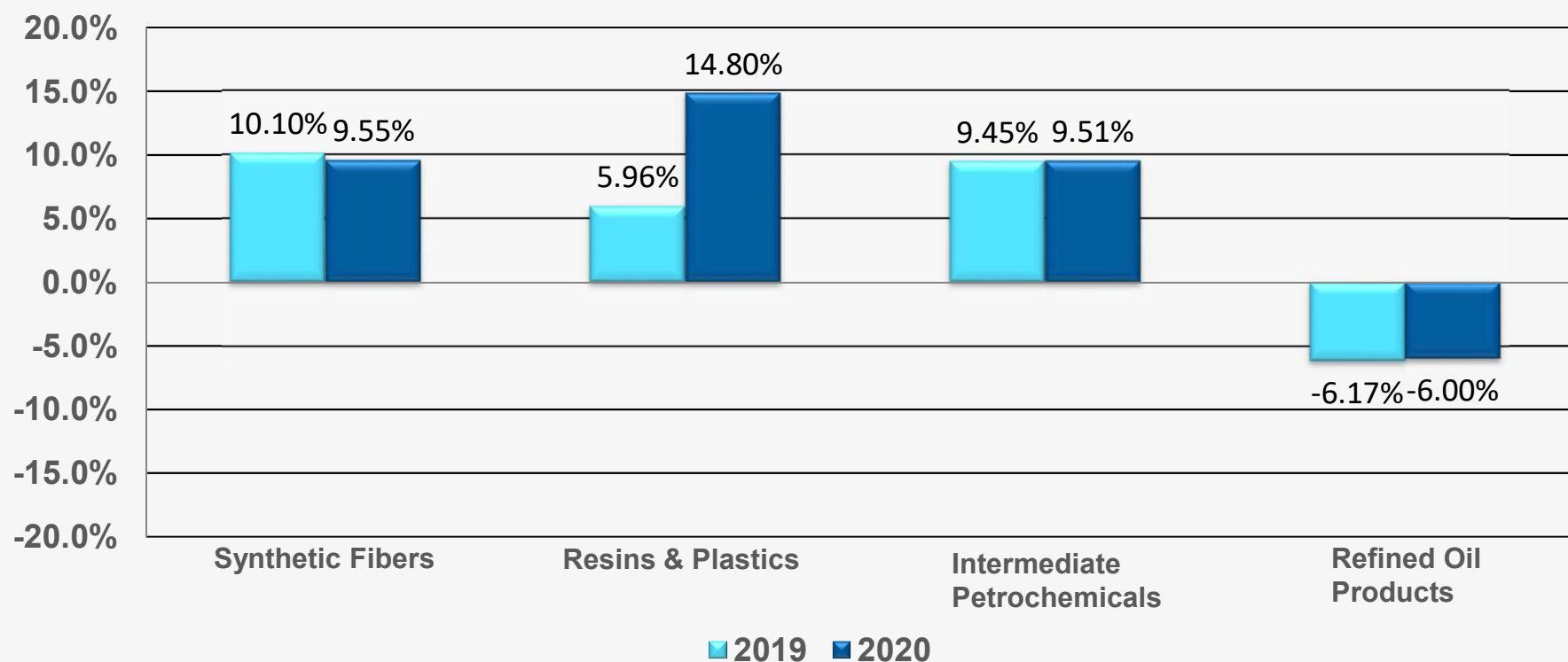


Chemical Price Tendency in Asia Market



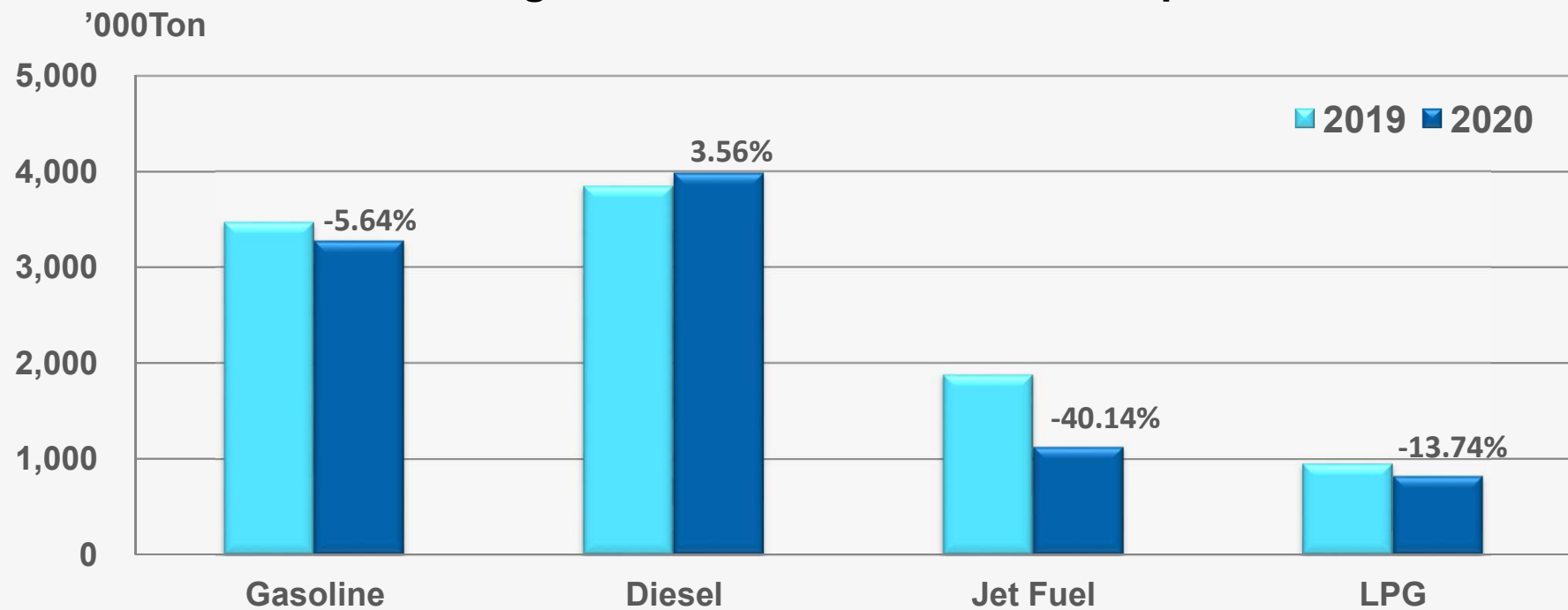


Domestic Demand Growth



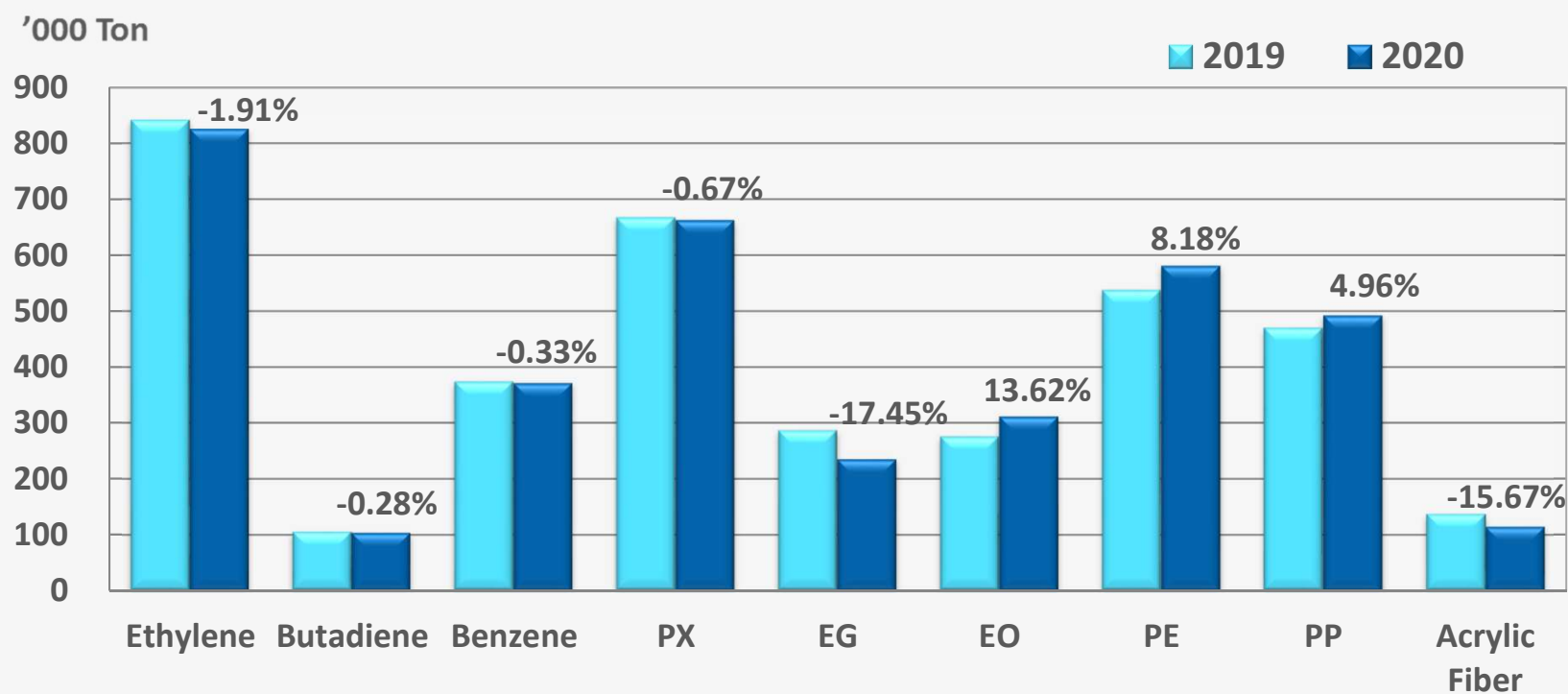


Changes in Refined Oil Products Output



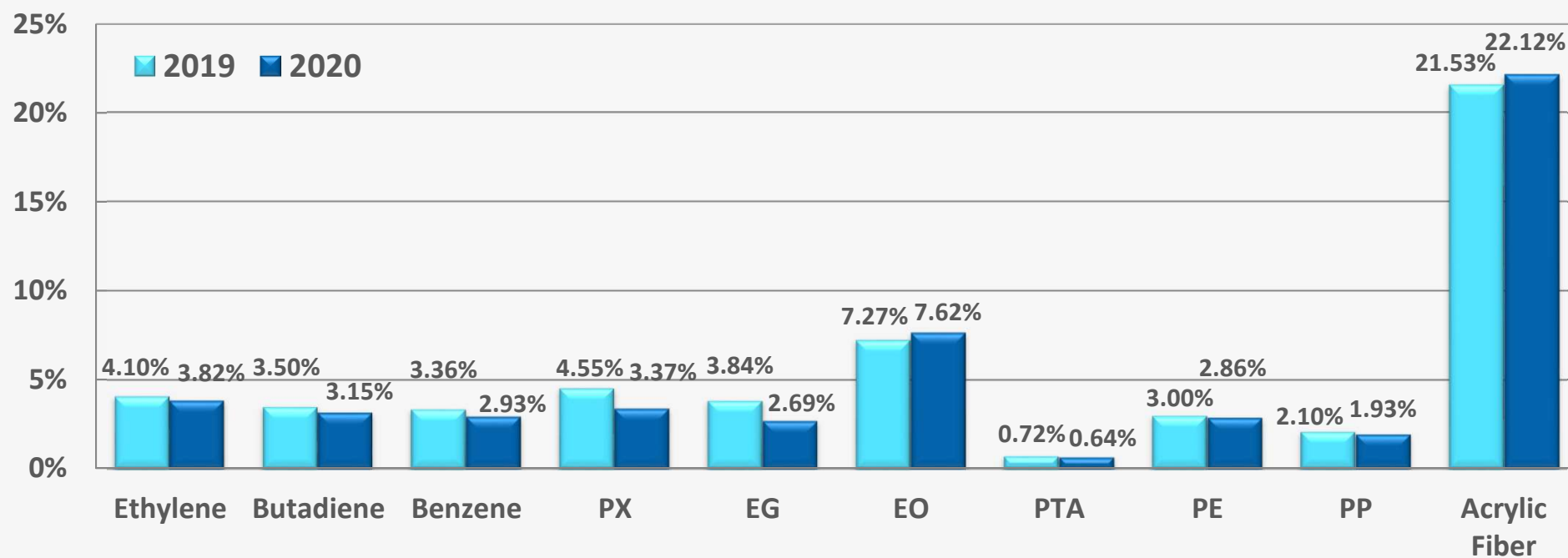


Changes in Major Petrochemicals Output



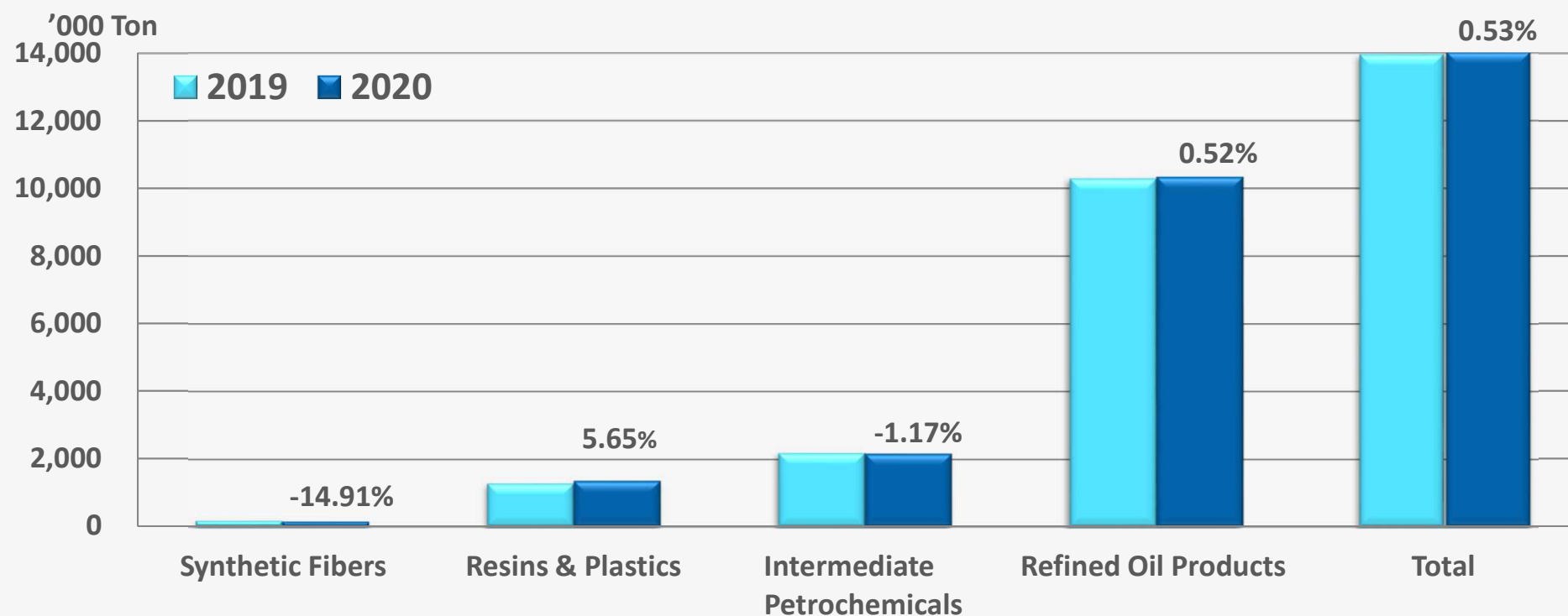


Domestic Output Shares of the Petrochemicals





Changes in Sales Volumes

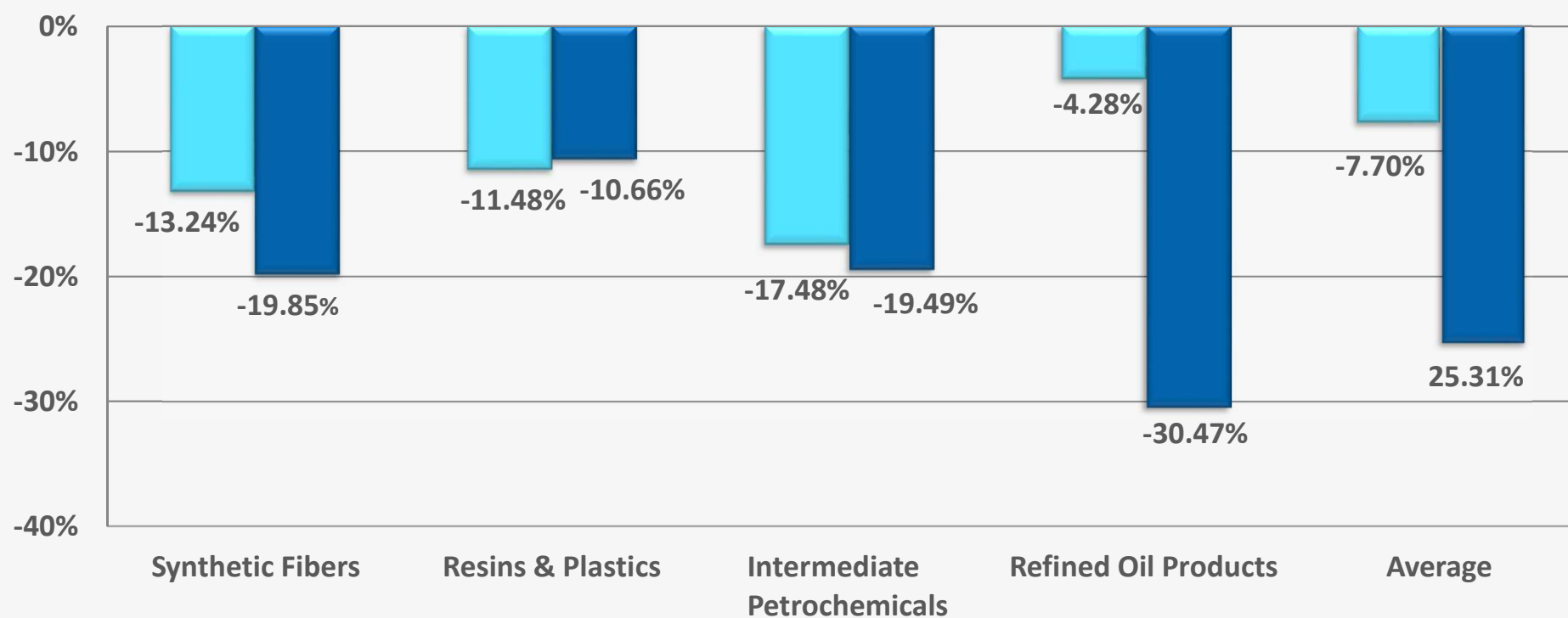




Changes in Average Product Prices

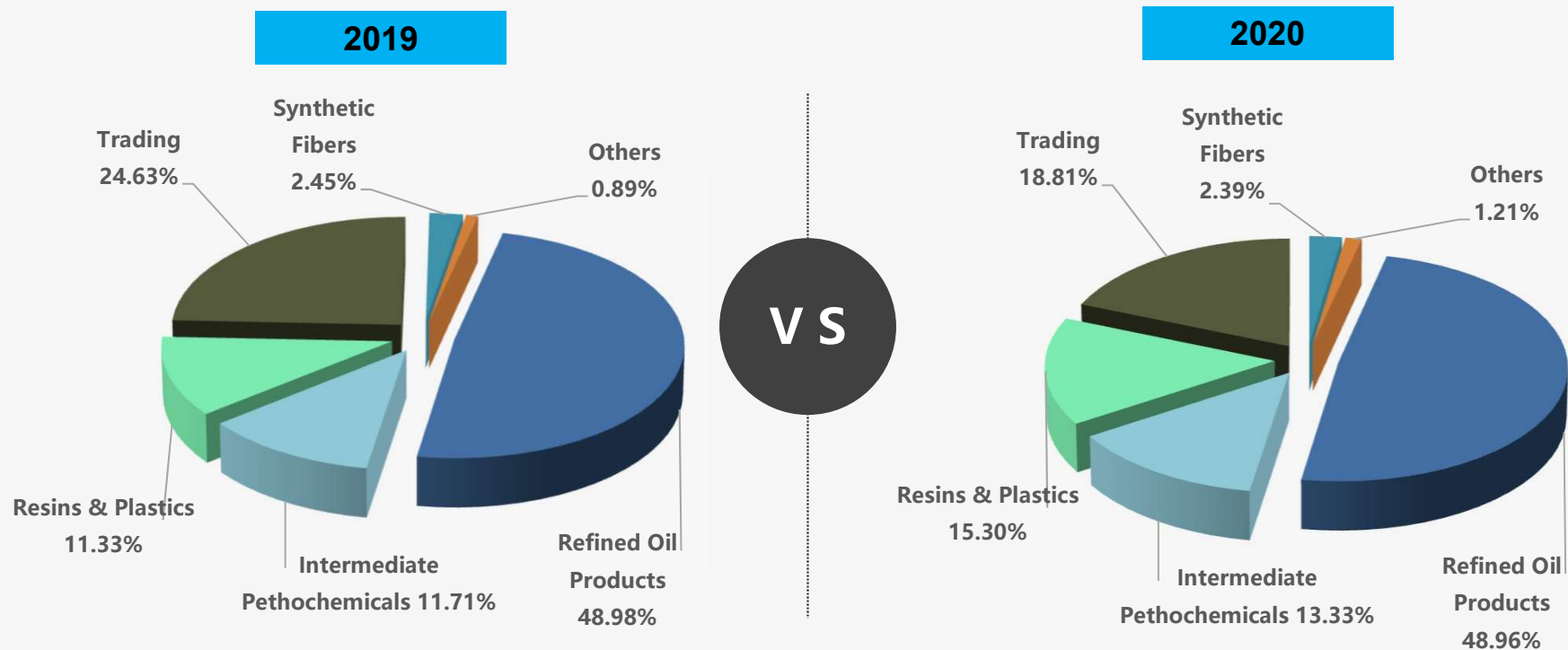
2019

2020





Net Sales Structure





Profit Margin by Sector



A 3D bar chart with four bars of increasing height (white, white, light blue, dark blue) and a 3D pie chart with a blue slice. The background is a financial report with various charts and tables.

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Capital Expenditure

>> Capital Expenditure



Capital Expenditure in 2020: RMB 2,107 Million

Major Projects	Annual Investment (RMB Million)	Status
Equity Acquisition of Zhejiang Jinlian Petrochemical Storage and Transportation Co., Ltd.	340	Completed
24,000 tons/year Precursor, 12,000 tons/year Large Tow Carbon Fiber Project	280	Under Construction
Oil Cleaning Project 400,000 ton/year Clean Gasoline Components Units	260	In Production
PAN-based Carbon Fiber Project with Annual Production Capacity of 1,500 tons (2nd Stage)	57	Under Construction
Jinyang Spinning Process Optimization Project	39	Under Construction
Other projects	1,131	



A 3D bar chart with four bars of increasing height (white, white, light blue, dark blue) and a 3D pie chart with a blue slice. They are set against a background of various 2D charts and graphs on a document.

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Future Outlook

» Capital Expenditure



Capital Expenditure Plan in 2021: RMB 3,250 Million

Major Projects	Capital Expenditure (RMB Million)	Plan
24,000 tons/year Precursor, 12,000 tons/year Large Tow Carbon Fiber Project	1,000	Under Construction
The Third Loop of 220kV Power Supply Line Engineering	300	To Construct in 2021
Hundred-ton High Performance Carbon Fibre Pilot Plant Project	150	To Construct in 2021
Establishment of Advanced Carbon Fiber Materials Innovation Research Institute	100	/
Essential Safety and Environmental Protection Hidden Problems Management Project of Storage and Transportation Department	100	To Construct in 2021
Hydrogen Supplying Center For Hydrogen Cells	30	To be Completed in 2021
Other projects	1,570	/



Macro-environment Outlook for 2021





Business Plans

1. Focus on Green and Clean Energy, and Consolidate Environmental Protection



- Comprehensively promote the HSSE management system' s construction and establish and improve the PDCA closed-loop management mechanism.

2. Focus on Improving Quality and Efficiency, and Continue Production and Operation Optimization



- Strengthen the plant' s management and control during the shutdown and start-up phase, and also improve its technical and economic indicators by improving safety management and its key control and maintenance plans.

3. Focus on further reformation and raise efficiency of corporate governance



- Continue to promote process management, optimize business processes, and improve management efficiency and quality.



Business Plans

4. Focus on Innovation-driven Development so as to Realize High-quality Corporate Development



- Stick to coordinate carbon reduction with transformation and development; accelerate construction of hydrogen energy demonstration projects; explore differentiated high value-added products; promote the construction of a data governance system

5. Focus on Team-building and Cementing Solid Foundation for Development



- Further strengthen the Company through talents; clarify its employment orientation; further enhance the centripetal force cohesion of the staff team

>> Future Outlook



Output of major products	Plan of 2021('000 Tons)	Actual in 2020 ('000 Tons)
Crude oil processing	14200	14672
Gasoline	3374	3273
Diesel	3829	3982
Jet fuel	1487	1125
Ethylene	751	825
Polyolefins	846	894
Synthetic fiber monomers	554	553
Synthetic fiber polymers	324	345
Synthetic fibers	135	150
Power generation (billion kw·h)	2.34	2.41



Thank You!



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