

SINOPEC SHANGHAI PETROCHEMICAL CO LTD

Form 6-K

April 27, 2018

SECURITIES AND EXCHANGE COMMISSION

Washington D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

PURSUANT TO RULE 13a-16 OR 15d-16

UNDER THE SECURITIES EXCHANGE ACT OF 1934

For the month of April 2018

Commission File Number: 1-12158

Sinopec Shanghai Petrochemical Company Limited

(Translation of registrant's name into English)

No. 48 Jinyi Road, Jinshan District, Shanghai, 200540

The People's Republic of China

(Address of principal executive offices)

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Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

EXHIBITS

Exhibit
Number

99.1 2018 First Quarterly Report.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SINOPEC SHANGHAI PETROCHEMICAL COMPANY
LIMITED

Date: April 27, 2018

By: /s/ Wu Haijun
Name: Wu Haijun
Title: President

(A joint stock limited company incorporated in the People's Republic of China)

2018 First Quarterly Report

1. Important Message

1.1 The Board of Directors (the Board) and the Supervisory Committee of Sinopec Shanghai Petrochemical Company Limited (the Company or SPC) as well as its directors, supervisors and senior management warrant the truthfulness, accuracy and completeness of the information contained in the 2018 first quarterly report, and warrant that there are no false representations or misleading statements contained in or material omissions from this report and severally and jointly accept responsibility pursuant to such information.

1.2 All directors attended the eighth meeting of the ninth session of the Board, and have considered and adopted the 2018 first quarterly report at the meeting.

1.3 Mr. Wu Haijun, Chairman and President of the Company, Mr. Zhou Meiyun, Executive Director, Vice President and Chief Financial Officer overseeing the accounting operations, and Mr. Zhang Feng, person-in-charge of Accounting Department (Accounting Chief) and Finance Manager warrant the truthfulness, accuracy and completeness of the financial report contained in this first quarterly report.

1.4 The financial report of the Company's 2018 first quarterly report was prepared under the China Accounting Standards for Business Enterprises and was unaudited.

2. Key Financial Data & Change in Shareholdings

2.1 Major Accounting Data

	As at the end of the Reporting Period	As at the end of the previous year	Increase/decrease at the end of the Reporting Period as compared to the end of the previous year (%)
Total assets (RMB 000)	42,269,632	39,609,536	6.72
Total equity attributable to equity shareholders of the Company (RMB 000)	30,080,841	28,256,306	6.46
	From the beginning of the year to the end of the Reporting Period (January to March)	From the beginning of the year to the end of the Reporting Period last year (January to March)	Increase/decrease as compared to the corresponding period of the previous year (%) (January to March)
Net cash flows generated from operating activities (RMB 000)	1,635,267	2,854,156	-42.71
	From the beginning of the year to the end of the Reporting Period (January to March)	From the beginning of the year to the end of the Reporting Period last year (January to March)	Increase/decrease as compared to the corresponding period of the previous year (%) (January to March)
Revenue (RMB 000)	25,759,522	22,571,848	14.12
Net profit attributable to equity shareholders of the Company (RMB 000)	1,771,513	1,928,852	-8.16
Net profit attributable to equity shareholders of the Company excluding non-recurring items (RMB 000)	1,768,368	1,938,530	-8.78

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Return on net assets			Decreased by 1.767
(weighted average) (%)	5.841	7.608	percentage points
Basic earnings per share (RMB/share)	0.164	0.179	-8.38
Diluted earnings per share (RMB/share)	0.164	0.178	-7.87

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Excluded non-recurring items and amount:

Item	Unit: RMB 000 Amount for the Reporting Period (January to March)
Government grants recognised through profit and loss except for government grants under the State's unified standards on quota and amount entitlements and closely related to corporate business	25,780
Income from external entrusted loans	26
Other non-operating income and expenses other than those mentioned above	-18,048
Other profit and loss items that meet the definition of non-recurring items	-7,496
Effect on minority interests (after tax)	9
Tax effect for the items above	2,874
Total	3,145

2.2 Total Number of Shareholders as at the End of the Reporting Period, Top Ten Shareholders and Shareholdings of the Top Ten Shareholders of Shares in Circulation (or Unrestricted Shares)

Unit: Share

Total number of shareholders	100,401
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Shareholdings of the top ten shareholders

Name of shareholder (in full)	Number of shares held at the end of the Reporting Period	Percentage of total shareholding (%)	Number of shares with restrictions	Number of shares pledged or frozen	Situation of the shares	Type of shareholder
China Petroleum & Chemical Corporation	5,460,000,000	50.44	0	Nil	0	State-owned enterprise legal person
HKSCC (Nominees) Limited	3,457,290,321	31.94	0	Unknown		Foreign legal person
China Securities Finance Corporation Limited	465,682,818	4.30	0	Nil	0	Others
Central Huijin Investment Ltd.	67,655,800	0.63	0	Nil	0	Others
GF Fund Agricultural Bank of China GF CSI Financial Asset Management Plan	22,751,900	0.21	0	Nil	0	Others
Shanghai Kangli Industry and Trade Co., Ltd.	22,215,300	0.21	0	Nil	0	Others
Dacheng Fund Agricultural Bank of China Dacheng CSI Financial Asset Management Plan	21,061,069	0.19	0	Nil	0	Others
China Asset Fund Agricultural Bank of China China Asset CSI Financial Asset Management Plan	20,613,350	0.19	0	Nil	0	Others
Bosera Fund Agricultural Bank of China Bosera CSI Financial Asset Management Plan	20,613,300	0.19	0	Nil	0	Foreign natural person
E Fund Agricultural Bank of China E Fund CSI Financial Asset Management Plan	20,613,300	0.19	0	Nil	0	Others
Explanation of the connected relationship or acting in concert relationship of the above shareholders	Among the above-mentioned shareholders, China Petroleum & Chemical Corporation, a state-owned enterprise legal person, does not have any connected relationship with the other shareholders, and is not an act-in-concert party of the other shareholders under the Administration Measures on Acquisition of Listed Companies . Among the above-mentioned shareholders, HKSCC (Nominees) Limited is a nominee shareholder. Apart from the above, the Company is not aware of any					

other
connected relationships among the other shareholders, or any
act-in-concert parties under the Administration Measures on the
Acquisition of Listed Companies .

3. Major Events**3.1 Description of Substantial Changes in Major Financial Report Items and Financial Indicators of the Company**

Unit: RMB 000

Item	As at 31 March 2018	As at 31 December 2017	Increase/ decrease amount	Change (%)	Major reason for change
Cash at bank and on hand	11,391,368	9,504,266	1,887,102	19.86	Increase in profit and cash generated from operating activities in the Reporting Period
Accounts receivable	3,046,713	2,275,386	771,327	33.90	Increase in sales in the Reporting Period
Short-term borrowings	1,065,200	606,157	459,043	75.73	Positive operating business, resulting in an increase in capital demand
Undistributed profit	12,882,308	11,110,795	1,771,513	15.94	Increase in profit in the Reporting Period

Unit: RMB 000

Item	For the three-month period ended 31 March		Increase/ decrease amount	Change (%)	Major reason for change
	2018	2017			
Revenue	25,759,522	22,571,848	3,187,674	14.12	Increase in unit price of products
Cost of sales	19,769,281	16,110,849	3,658,432	22.71	Increase in the cost of crude oil, leading to higher cost of raw materials
Financial expenses	-106,688	-44,034	-62,654	142.29	Increase in deposits hence increase in interest income
Operating profit	2,263,474	2,499,643	-236,169	-9.45	Significant increase in unit price of main products hence slight decrease in the gross margin

3.2 Others

The second exercisable period of share options initially granted under the A Shares Share Option Incentive Scheme of the Company fulfilled the exercise conditions, while grantees exercised the share options according to the relevant regulations. According to the confirmation on registration of change in securities issued by China Securities Depository and Clearing (Shanghai) Corporation Limited (CSDC), on the 14th February 2018, the total number of share options exercised was 9,636,900, representing 0.089% of the Company's total share capital before the exercise. After the exercise of share options, the number of shares of the Company increased from 10,814,176,600 to 10,823,813,500.

4. Appendix**4.1 CONSOLIDATED BALANCE SHEETS****AS AT 31 MARCH 2018**

Unit: RMB 000

Items	As at the end of the Period (unaudited)	As at the beginning of the year (audited)
Current assets		
Cash at bank and on hand	11,391,368	9,504,266
Notes receivable	1,532,472	1,151,053
Accounts receivable	3,046,713	2,275,386
Advances to suppliers	31,673	27,537
Interests receivable	73,199	52,993
Dividends receivable	2,775	
Other receivables	22,111	18,557
Inventories	6,321,106	6,597,598
Other current assets	249,351	238,661
Total current assets	22,670,768	19,866,051
Non-current assets		
Long-term equity investments	4,880,945	4,592,044
Investment properties	387,634	391,266
Fixed assets	12,521,299	12,892,501
Construction in progress	1,014,904	1,001,118
Intangible assets	393,227	397,661
Long-term prepaid expenses	288,258	349,588
Deferred tax assets	112,597	119,307
Total non-current assets	19,598,864	19,743,485
Total assets	42,269,632	39,609,536

CONSOLIDATED BALANCE SHEETS (CONTINUED)**AS AT 31 MARCH 2018**

Unit: RMB 000

Items	As at the end of the Period (unaudited)	As at the beginning of the year (audited)
Current liabilities		
Short-term borrowings	1,065,200	606,157
Trading financial liabilities	897	1,516
Notes payable	50,325	
Accounts payable	5,561,913	5,573,281
Advances from customers	400,467	477,273
Employee benefits payable	98,242	123,959
Taxes payable	3,820,372	3,290,036
Interest payable	1,164	864
Dividends payable	23,686	23,686
Other payables	734,639	825,472
Total current liabilities	11,756,905	10,922,244
Non-current liabilities		
Deferred revenue	144,409	145,679
Total non-current liabilities	144,409	145,679
Total liabilities	11,901,314	11,067,923
Shareholders equity		
Share capital	10,823,814	10,814,177
Capital surplus	614,770	586,307
Other comprehensive income	17,403	17,403
Specific reserve	14,921	
Surplus reserve	5,727,625	5,727,624
Undistributed profits	12,882,308	11,110,795
Total equity attributable to equity shareholders of the Company	30,080,841	28,256,306
Minority interests	287,477	285,307
Total shareholders equity	30,368,318	28,541,613
Total liabilities and shareholders equity	42,269,632	39,609,536

COMPANY BALANCE SHEETS**AS AT 31 MARCH 2018**

Unit: RMB 000

Items	As at the end of the Period (unaudited)	As at the beginning of the year (audited)
Current assets		
Cash at bank and on hand	10,078,402	8,268,493
Notes receivable	1,420,428	815,227
Accounts receivable	1,822,458	1,757,945
Advances to suppliers	26,328	20,931
Dividends receivable	71,420	51,115
Other receivables	179,737	75,431
Inventories	5,856,581	5,971,505
Other current assets	215,089	212,834
Total current assets	19,670,443	17,173,481
Non-current assets		
Long-term equity investments	5,979,776	5,711,216
Investment properties	420,202	423,941
Fixed assets	12,282,125	12,644,706
Construction in progress	1,014,710	1,000,924
Intangible assets	329,357	332,518
Long-term prepaid expenses	277,915	338,837
Deferred tax assets	104,186	111,929
Total non-current assets	20,408,271	20,564,071
Total assets	40,078,714	37,737,552

COMPANY BALANCE SHEETS (CONTINUED)

AS AT 31 MARCH 2018