

# 2020 Annual Report SUMMARY



龍蟠百利源  
**Lomon Billions**

**April 2021**

## FINANCIAL HIGHLIGHTS

Lomon Billions is an established and dynamic titanium dioxide (TiO<sub>2</sub>) pigment manufacturing business with a strong and expanding global presence. We manufacture high performance TiO<sub>2</sub> pigments using both the chloride and the sulfate process. Our TiO<sub>2</sub> pigments are key ingredients used to produce an enormous range of products including paints, plastics, inks and paper. Our prominent LOMON® and BILLIONS® pigment brands are recognized worldwide. We are currently ranked 3<sup>rd</sup> in the world and 1<sup>st</sup> in Asia in terms of TiO<sub>2</sub> pigment production capacity.

Lomon Billions has been manufacturing TiO<sub>2</sub> pigment for over 30 years. We have five established TiO<sub>2</sub> pigment production sites in four locations in China: Jiaozuo, Henan Province; Deyang, Sichuan Province; Xiangyang, Hubei Province and Chuxiong, Yunnan Province. Lomon Billions also owns an ilmenite mine in Panzhihua, Sichuan Province, an important raw material in TiO<sub>2</sub> production.

Lomon Billions' global headquarters and 12,000m<sup>2</sup> technology center are in Jiaozuo. We have regional offices in North America and in Europe. The company is listed on the Shenzhen Stock Exchange: Shenzhen 002601.

Lomon Billions has published its 2020 annual report in China. The following summarizes its contents.

Full Year 2020 Highlights	
<b>Yuan 14.108 billion Revenue</b> Up 24.21% vs 2019	<b>Yuan 2.82 billion Total Profit</b> Down 6.68% vs 2019
<b>Yuan 2.289 billion Net Profit Attributable to Shareholders</b> Down 11.7% vs 2019	
<b>817.2kt TiO<sub>2</sub> pigment manufactured</b>	<b>832.4kt TiO<sub>2</sub> pigment sold</b>
<b>3814.2kt iron ore concentrate mined</b>	<b>921.1kt ilmenite mined</b>
<b>2020 production and sales targets achieved</b>	

### Strong Annual Results

Our annual results reflect the clear advantages of our integration strategy which is supported by strategic investment and the strength of our core technology. During a year when the COVID\_19 pandemic affected businesses on a global scale, we grew our customer base and increased revenue.

### Investment for Growth

In 2020 we began planned construction of two new 100ktpa chloride-process TiO<sub>2</sub> pigment production lines; one at our manufacturing site in Jiaozuo and one at our manufacturing site in Chuxiong. We also opened a new sales and technical support office in Shanghai.

## Main Financial Indicators (Yuan)

	2020	2019	+/- %
Revenue	14,108,161,179.83	11,358,539,703	+24.21%
Net profit attributable to shareholders of the listed company	2,288,686,615.79	2,593,975,280	- 11.7%
Net profit attributable to shareholders of the listed company after deduction of non-recurring gains and losses	2,507,802,814.62	2,491,632,401	+0.65%
Net cash flow from operating activities	3,120,561,622.09	2,003,546,326	+55.75%
EPS (yuan per share)	1.13	1.29	-12.40%
Diluted EPS (yuan per share)	1.13	1.29	-12.40%

## 2020 Quarterly Financial Data (Yuan)

	Q1	Q2	Q3	Q4
Revenue	3,689,756,846.06	2,635,736,245.81	3,572,816,923.72	4,209,851,164.24
Net profit attributable to shareholders of the listed company	901,257,471.39	391,642,878.11	656,833,903.61	338,952,362.68
Net profit attributable to shareholders of the listed company after deduction of non-recurring gains and losses	862,642,824.87	419,559,058.17	642,895,250.10	582,705,681.48
Net cash flow from operating activities	647,750,631.91	433,267,197.30	117,557,942.90	1,921,985,849.98

This document is a free translation of the summary of the annual report and consolidated financial statements of Lomon Billions Group Co Limited for the year ended December 31, 2020 produced for the convenience of English-speaking readers.

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