



**Press Release**

**(For immediate release)**

## **China XLX's Industrial Upgrading Project Put into Production Taken the Core Step of Future High-quality Development**

(28 September 2020, Hong Kong) **China XLX Fertiliser Ltd.** ("China XLX") (HKSE: 1866.HK) is pleased to announced that, Henan Xinlianxin Chemicals Group Co., Ltd (河南心連心化學工業集團股份有限公司) ("Henan XLX"), a subsidiary owned by China XLX, has put the industrial upgrading project ("Industrial upgrading project"), into production by using clean technology, which represents an important step for the company to improve its overall technical standards, optimize product structure, and enhance its core competitiveness.

Currently, Henan XLX has formed the flexible production mode of "one head and multi-tails-ep". The industrial upgrading project was planned since January 2018, and commenced on February 21 of the following year. The project used more environmentally friendly and smarter advanced facilities, Its completion and service not only built Henan XLX's first Big air separation, the Big boiler and the Big coal gasification equipment, but also adopted the industry's latest cleaner production technology to accelerate China XLX's industrial upgrade and optimization, which also will help the comprehensive use of multiple resources for the project. Simultaneously, the successful commissioning of the project can greatly increase energy utilization and improve the level of intelligent production of enterprises. On the other hand, Henan XLX is also building a green manufacturing project to upgrade the existing fixed bed equipment technology to fully realize the clean and efficient use of coal resources. The project is expected to be put into operation at the end of 2021. It is estimated that the coal conversion efficiency will increase from 84% to over 99% by then, with the total pollutant emissions drop by more than 60% likewise. It will become one of the outstanding icons of the "Zhengxin Integrated Development" and the "Three Major Renovations".

**Mr. Liu Xingxu, Chairman of China XLX**, said that "as a coal chemical company that has won the "National Green Factory" and "Energy Efficiency Leader" for nine consecutive championships, China XLX has actively implemented the "Three Major Renovations" since the "Thirteenth Five-Year Plan" and attached great importance to ecological construction. It has been at the forefront of the province, and the pace of high-quality development has been significantly accelerated. During the "14th Five-Year Plan" period, China XLX will develop by leaps and bounds. We will continue to increase investment in environmental protection, vigorously promote safety and smart "dual

pre-control" management, continue to promote the development mode of "one head and multi-tails-ept" and "chain elongation" to maximize the value of the entire value chain. We aim to create a green, intelligent, and modern chemical industry structure that is "Fertiliser as base, fertiliser and chemical side by side."

~End~

#### **About China XLX Fertiliser Ltd.**

China XLX Fertiliser Ltd., one of the largest and most cost-efficient coal-based urea producers in China, is mainly engaged in the production and sale of urea, compound fertilizers and methanol. Its annual production capacity reaches 2.3 million tons of urea, 2.65 million tons of compound fertilizers, 500,000 tons of methanol, 120,000 tons of melamine and 50,000 tons of furfuryl alcohol, respectively. Meanwhile, its nucleoside products (adenine, 9-Diacetylguanine, tetraacetylribose, D-Ribose and cytosine) production is 2,500 tons per year, while the vitamin fertilizer series production is 4,500 tons per year. The Company's shares are traded on the main board of the Stock Exchange of Hong Kong Limited (stock code: 01866.HK).

#### **Investor and Media Enquiries**

China XLX Fertiliser Ltd.

Zhu Weiwei

Tel: 86-138 4939 1363

Email: [weiwei.zhu@chinaxlx.com.hk](mailto:weiwei.zhu@chinaxlx.com.hk)

PRChina Limited

Alice Yip/ Liting Chen/ Evelyne Wang

Tel: 852-2522 1368 / 852-2522 1838

Email: [ayip@prchina.com.hk](mailto:ayip@prchina.com.hk)

[lchen@prchina.com.hk](mailto:lchen@prchina.com.hk)

[ewang@prchina.com.hk](mailto:ewang@prchina.com.hk)