CORNERSTONE TECHNOLOGIES HOLDINGS LIMITED
基石科技控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8391)

SUPPLEMENTAL ANNOUNCEMENT IN RELATION TO 2021 ANNUAL REPORT

Reference is made to the annual report of Cornerstone Technologies Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") for the year ended 31 December 2021 (the "**Year**") dated 31 March 2022 (the "**2021 Annual Report**"). Unless otherwise defined, terms used herein shall bear the same meanings as defined in the 2021 Annual Report.

In addition to the information provided in the section headed "Management Discussion and Analysis" in the 2021 Annual Report, the board of directors of the Company (the "**Board**") would like to clarify and provide additional information pursuant to the relevant Listing Rules and guidelines of the Stock Exchange as follows.

SUPPLEMENTAL INFORMATION

1. Details of the intended use of the net proceeds from the 1st Placing, 1st Subscription, 2nd Subscription and the amount utilized from the intended use respectively for the Year are as follows:

Fundraising activity	Intended use	Approximate amount of net proceeds *HK$ million*	Approximate amount utilised during the Year
1st Placing	70% for EV charging business development 20% for commercial and financial printing business operation 10% as working capital and general corporate purposes	19.4	Fully utilised in accordance with the intended use

Fundraising activity	**Intended use**	**Approximate amount of net proceeds** *HK$ million*	**Approximate amount utilised during the Year**
1st Subscription	70% for EV charging business development 20% for commercial and financial printing business operation 10% as working capital and general corporate purposes	27.8	Fully utilised in accordance with the intended use
2nd Subscription	General working capital	4.9	Fully utilised in accordance with the intended use

2. Among the Share Options granted for the Year, 1,760,000 Share Options were granted to Mr. Li Chun Fung in which he provided corporate financial advisory services including but not limited to advising on corporate governance and government funding schemes for the Group (the "**Consultant**"). The Company believes that this provides motivation for the Consultant to create value for the Company without affecting the operating cost of the Company. The number of Share Options granted to the Consultant is determined with reference to the market conditions and the potential benefits and/or income the Consultant may bring to the Group.

The Board confirmed that the supplementary information provided in this announcement does not affect any other information contained in the 2021 Annual Report and, save as disclosed above, the content of the 2021 Annual Report remains unchanged.

By Order of the Board
Cornerstone Technologies Holdings Limited
LIANG Zihao
Co-Chairman and Executive Director

Hong Kong, 31 October 2022

As at the date of this announcement, the executive Directors are Mr. LIANG Zihao, Mr. SAM WENG WA Michael, Mr. LI Man Keung Edwin, Mr. LAU Wai Yan Lawson, Mr. PAN Wenyuan, Ms. WU Yanyan and Mr. YEUNG Chun Yue David the non-executive Director is Mr. WU Jianwei and the independent non-executive Directors are Mr. TAM Ka Hei Raymond, Mr. YUEN Chun Fai, Ms. ZHU Xiaohui and Mr. KO Shu Ki Kenneth.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page of the website of the Stock Exchange at www.hkexnews.hk for at least seven days after the date of publication and on the Company's website at www.cstl.com.hk.