Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

KINGSTONE
金 石 礦 業

CHINA KINGSTONE MINING HOLDINGS LIMITED
中 國 金 石 礦 業 控 股 有 限 公 司

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 1380)

SUPPLEMENTAL ANNOUNCEMENT TO ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2019 AND THE INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2020

Reference is made to the annual report of the Company for the year ended 31 December 2019 published by the Company on 14 May 2020 (the "**2019 Annual Report**") and the interim results of the Company for the six months ended 30 June 2020 published by the Company on 28 August 2020 ("**2020 Interim Results**"). Capitalised terms used herein shall have the same meanings as those defined in the 2019 Annual Report and 2020 Interim Results.

In addition to the information disclosed in the section "Management Discussion and Analysis" in the 2019 Annual Report and 2020 Interim Results, the Board would like to provide additional information pursuant to paragraphs 11(8), 11A of Appendix 16 and Rule 17.07 of the Listing Rules in relation to (i) the use of net proceeds of approximately HK$276.5 million raised from the rights issue on 3 March 2017 and 24 April 2017; and (ii) the particulars of the options granted during the year ended 31 December 2019 including the closing price of the securities immediately before the date on which the Share Options were granted as follows:

Use of Net Proceeds for the year ended 31 December 2019 and six-month ended 30 June 2020

	Intended use of proceeds *HK$'000*	Actual use of proceeds during the year ended 31 December 2019 *HK$'000*	Actual use of proceeds during the period ended 30 June 2020 *HK$'000*	Unutilised Proceeds as at 31 December 2019 *HK$'000*	Unutilised Proceeds as at 30 June 2020 *HK$'000*
The contribution of funding for the GCC business					
– Set-up of manufacturing building (including property, plant and equipment)	149,150	–	–	17,482	17,111
– General working capital of GCC business	42,610	–	504	34,119	4,506
General working capital of the Group					
– Purchasing of machineries for marble mining business	15,000	–	–	–	–
– Marble slab business	20,000	11,500	28,000	–	–
– Settlement of litigation	–	–	–	–	–
– Other general working capital	49,780	8,545	1,426	–	–
	276,540	20,045	29,930	51,601	21,617

The Company intends to apply the unutilized proceeds to the GCC business and general working capital of the Group on or before 31 December 2021.

Particulars of the Options Granted

The fair value of the share options under the 2011 Option Share Scheme granted to a director and other employees during the year ended 31 December 2019 was approximately HK$2,064,588 (equivalent to approximately RMB1,817,000) and HK$10,382,415 (equivalent to approximately RMB9,137,000), respectively. The closing price of the shares of the Company immediately before the Share Options were granted was HK$0.1150 per share.

The above addition information does not affect other information contained in the 2019 Annual Report and the 2020 Interim Results and save as disclosed above, all other information in the 2019 Annual Report and the 2020 Interim Results remains unchanged.

By order of the Board
China Kingstone Mining Holdings Limited
Cheung Wai Kee
Company Secretary

Hong Kong, 1 September 2020

As at the date of this announcement, the Board comprises Mr. Zheng Yonghui, Mr. Zhang Weijun, Mr. Zhang Mian and Ms. Zhang Cuiwei as executive directors, and Mr. Andreas Varianos and Mr. Yang Ruimin as independent non-executive directors.