

*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.*



**中國秦發集團有限公司**  
**CHINA QINFA GROUP LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock code: 00866)**

**TERMINATION OF THE PROPOSED TRANSACTION  
IN RESPECT OF THE TRANSFER OF  
MINING BUSINESS LICENSE F TO NEW MINING COMPANY F**

References are made to the announcements of China Qinfa Group Limited (the “**Company**”) dated 3 January 2020, 13 May 2021, 12 November 2021 and 3 January 2022 (the “**Announcements**”). Unless otherwise defined hereunder, the capitalised terms used herein shall have the same meanings as those defined in the Announcements.

The seller of the Mining Business License F, TME, received notice on the revocation of the Mining Business License F from the Minister of Energy and Mineral Resources in Indonesia on 10 January 2022. The registration of the Mining Business License F has been removed from government system. Since then, TME has applied for the restoration of the Mining Business License F and the outcome is so far unfavorable and unsuccessful.

After due and careful consideration, the Board announces that, Qinfa Overseas and TME mutually agreed not to proceed with the proposed transaction in respect of the Mining Business License F. TME shall refund the Deposit Fund F of US\$1,000,000 to Qinfa Overseas within agreed timeline. The Board considers that the termination of the proposed transaction in respect of Mining Business License F will not have any material adverse effect on the existing business, operations and/or financial position of the Group.

As at the date of this announcement, SPE, IME, PBJs and VPE are in the course of obtaining relevant approval from relevant government authority for the transfer of the Mining Business Licenses A, C, D and G to New Mining Company A, New Mining Company C, New Mining Company D and New Mining Company G, respectively.

By Order of the Board of  
**China Qinfa Group Limited**  
**Mr. XU Da**  
*Chairman*

Guangzhou, 22 August 2022

*As at the date of this announcement, the Board comprises Mr. XU Da, Mr. BAI Tao and Mr. TAN Yingzhong as the executive directors, and Mr. LAU Sik Yuen, Prof. SHA Zhenquan and Mr. JING Dacheng as the independent non-executive directors.*