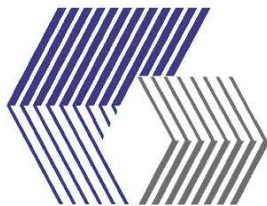


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**CHINA ORIENTAL GROUP COMPANY LIMITED**

**中國東方集團控股有限公司\***

*(incorporated in Bermuda with limited liability)*

**(Stock code: 00581)**

**VOLUNTARY ANNOUNCEMENT  
BUSINESS UPDATE IN RELATION TO THE  
TERMINATION OF THE FANGCHENGGANG PROJECT**

Reference is made to (i) the announcement of China Oriental Group Company Limited dated 3 September 2019 in relation to the signing of the Investment Agreement between Jinxi Limited and the Fangchenggang City Government, (ii) the announcements dated 23 November 2021 and 3 March 2022 (the “**March Announcement**”) and the circular dated 21 December 2021 (the “**Circular**”) of the Company in relation to the disposal of the entire interest in Fangchenggang Jinxi Section Steel Technology Limited\* (防城港津西型鋼科技有限公司) (“**FCG Jinxi**”), and (iii) the interim report of the Company for the six months ended 30 June 2022 (the “**2022 Interim Report**”). Unless otherwise defined herein, capitalised terms used herein shall have the same meanings as defined in the Circular.

As disclosed in the Circular and the 2022 Interim Report, refundable deposit for land acquisition from the Bureau of Land and Resources of Fangchenggang City and the Finance Bureau of Fangchenggang City (防城港市財政局) and the forest vegetation restoration fees from the Department of Forestry Department of Guangxi Zhuang Autonomous Region were to be recovered by Jinxi Limited and the Group has been in the process of negotiating with the Fangchenggang City Government in connection with the repayment of the aforementioned deposit and fees. As disclosed in the March Announcement, the disposal of FCG Jinxi by Jinxi Limited was completed on 2 March 2022.

The Board is pleased to announce that on 7 October 2022, Jinxi Limited entered into the agreement (the “**Termination Agreement**”) with the Fangchenggang City Government, the Bureau of Natural Resources of Fangchenggang City (防城港市自然資源局), the Finance Bureau of Fangchenggang City and FCG Jinxi. Pursuant to the Termination Agreement, the Investment Agreement was terminated, and the Fangchenggang City Government, the Bureau of Natural Resources of Fangchenggang City and the Finance Bureau of Fangchenggang City agreed to return to Jinxi Limited the RMB500 million refundable deposit for land acquisition and the approximately RMB14.2 million forest vegetation restoration fees in cash in the following manner:

- (a) RMB150 million shall be paid during the period commencing from the effective date of the Termination Agreement until 31 December 2022;
- (b) RMB150 million shall be paid by 1 July 2023;
- (c) RMB150 million shall be paid by 31 December 2023; and
- (d) The remaining amount shall be paid by 1 July 2024.

By order of the Board  
**China Oriental Group Company Limited**  
**HAN Jingyuan**  
*Chairman and Chief Executive Officer*

Hong Kong, 7 October 2022

*As at the date of this announcement, the Board of Directors of the Company comprises Mr. HAN Jingyuan, Mr. ZHU Jun, Mr. SHEN Xiaoling, Mr. HAN Li and Mr. Sanjay SHARMA being the Executive Directors, Mr. Ondra OTRADOVEC and Mr. ZHU Hao being the Non-executive Directors and Mr. WONG Man Chung, Francis, Mr. WANG Tianyi, Mr. WANG Bing and Dr. TSE Cho Che, Edward being the Independent Non-executive Directors.*

*This announcement is published on the websites of the Company ([www.chinaorientalgroup.com](http://www.chinaorientalgroup.com)) and the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)).*

*\*For identification purpose only*