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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)**

**INSIDE INFORMATION**  
**COMMENCEMENT OF OPERATION OF SDE COAL MINE**

This announcement is made by China Qinfa Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 3 January 2020, 7 August 2020, 31 December 2020, 31 March 2021 and 25 May 2021 (the “**Announcements**”). Unless otherwise specified, capitalised terms used herein shall have the same meanings as those defined in the Announcements. As disclosed in the Announcements, completion of the CSPA took place on 25 May 2021.

The Company is pleased to announce that SDE, a non-wholly owned subsidiary of the Group, begins coal mining operation in Indonesia. SDE holds a coal mining business license of a coal mine located at Sungai Durian, Kotabaru Regency, South Kalimantan, Indonesia with a site area of approximately 185 square kilometers (the “**SDE Coal Mine**”).

The Group has engaged an independent mineral industry consultant (the “**Consultant**”) to estimate the total coal reserves and resources of the SDE Coal Mine in accordance with the JORC Code. As reported by the Consultant, the SDE Coal Mine was estimated to have probable coal reserves of approximately 293 million tonnes and coal resources of approximately 589 million tonnes as at 31 December 2021. As at 30 November 2023, the Group’s total investment in the SDE Coal Mine amounted to approximately USD300 million. The SDE Coal Mine is designed with production capacity up to approximately 10 million tonnes per annum (Mtpa) of coal.

By the order of the Board  
**China Qinfu Group Limited**  
**XU DA**  
*Chairman*

Guangzhou, 18 December 2023

*As at the date of this announcement, the Board comprises Mr. XU Da, Mr. BAI Tao and Mr. ZHAI Yifeng as the executive Directors, and Prof. SHA Zhenquan, Mr. JING Dacheng and Mr. HO Ka Yiu Simon as the independent non-executive Directors.*