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力量发展
KINETIC DEVELOPMENT GROUP

Kinetic Development Group Limited
力 量 發 展 集 團 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1277)

COMPLETION OF PLACING OF NEW SHARES UNDER THE GENERAL MANDATE

Sole Overall Coordinator, Sole Placing Agent and Capital Market Intermediary

CITIC SECURITIES

Reference is made to the announcement of Kinetic Development Group Limited (the "**Company**") dated 3 June 2026 (the "**Announcement**") in relation to the Placing Agreement. Capitalized terms used but not otherwise defined herein shall have the same meanings as ascribed to them in the Announcement.

COMPLETION OF THE PLACING

The Board is pleased to announce that completion of the Placing took place on 10 June 2026.

Pursuant to the terms and conditions of the Placing Agreement, as all conditions to the Placing had been fulfilled, on 10 June 2026, a total of 169,508,000 Placing Shares were successfully placed by the Sole Placing Agent to not less than six Placees, (to the best of the knowledge, information and belief of the Directors after having made all reasonable enquiries) whom and their respective ultimate beneficial owners are Independent Third Parties, at the Placing Price of HK$1.85 per Placing Share. None of the Placees are or became substantial shareholders of the Company upon completion of the Placing.

USE OF PROCEEDS FROM THE PLACING

The gross proceeds from the Placing are approximately HK$313.6 million. The Net Proceeds from the Placing after deducting all fees, costs and expenses properly incurred by the Company including without limitation, the Sole Placing Agent's commission, the Stock Exchange trading fee, the SFC transaction levy and the AFRC transaction levy and other expenses incurred by the Company in connection with the Placing, are approximately HK$309.3 million. The net Placing Price per Placing Share, after deducting such fees, costs and expenses, is approximately HK$1.82.

The Company presently intends to use the Net Proceeds for (i) the procurement for the mining and transportation operations of its subsidiary in South Africa; (ii) the supplement of working capital of MC Mining Limited, a 51% non-wholly owned subsidiary of the Group; (iii) the equipment procurement and operating expenses in relation to the Group's rutile mine project in Sierra Leone; and (iv) general working capital required for other project developments and other general corporate purposes. For details of the intended use of Net Proceeds, please refer to the Announcement.

EFFECT ON THE SHAREHOLDING STRUCTURE OF THE COMPANY AS A RESULT OF THE PLACING

The table below sets out the changes to the shareholding structure of the Company as a result of the completion of the Placing:

Shareholders	Immediately before the completion of the Placing		Immediately after the completion of the Placing	
	Number of Shares	% of total number of issued Shares	Number of Shares	% of total number of issued shares
King Lok Holdings Limited[(1)]	5,307,450,000	62.96	5,307,450,000	61.72
Mr. Zhang Li[(2)]	952,682,000	11.30	952,682,000	11.08
Madam Liao Dong Fen[(2)]	2,800,000	0.03	2,800,000	0.03
Placees	–	–	169,508,000	1.97
Other Shareholders	2,167,068,000	25.71	2,167,068,000	25.20
Total	**8,430,000,000**	**100.0**	**8,599,508,000**	**100.0**

Notes:

(1) The entire issued share capital of King Lok Holdings Limited, which directly holds 5,307,450,000 ordinary shares of the Company in issue, is held by The Zhang Family Overseas Limited, a discretionary family trust with Mr. Zhang Liang, Johnson as settlor for the benefit of Mr. Zhang Liang, Johnson and his family members, which is 100% owned by TMF (Cayman) Ltd., the trustee of The Zhang Family Overseas Limited. Therefore, The Zhang Family Overseas Limited, TMF (Cayman) Ltd. and Mr. Zhang Liang, Johnson are all deemed to be interested in the ordinary shares of the Company held by King Lok Holdings Limited.

(2) Mr. Zhang Li directly holds 952,682,000 ordinary shares of the Company in issue and therefore is a substantial shareholder of the Company. Mr. Zhang Li is the spouse of Madam Liao Dong Fen. Accordingly, under the SFO, Mr. Zhang Li is deemed to be interested in the 2,800,000 ordinary shares of the Company directly held by Madam Liao Dong Fen. Madam Liao Dong Fen is the spouse of Mr. Zhang Li. Accordingly, under the SFO, Madam Liao Dong Fen is deemed to be interested in the 952,682,000 ordinary shares of the Company directly held by Mr. Zhang Li.

The Directors confirm that, immediately after the completion of the Placing, the public float of the Company remains no less than 25% of the Company's issued share capital as enlarged by the Placing.

By order of the Board
Kinetic Development Group Limited
Ju Wenzhong
Chairman and Executive Director

Hong Kong, 10 June 2026

As at the date of this announcement, the Board comprises seven Directors, of whom three are executive Directors, namely Mr. Ju Wenzhong (Chairman), Mr. Li Bo (Chief Executive Officer) and Mr. Ji Kunpeng, one is a non-executive Director, namely Ms. Zhang Lin, and three are independent non-executive Directors, namely Ms. Liu Peilian, Mr. Chen Liangnuan and Ms. Xue Hui.