

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.



罕王
HANKING

CHINA HANKING HOLDINGS LIMITED

中國罕王控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 03788)

**VOLUNTARY ANNOUNCEMENT
DISPOSAL IN RELATION TO THE SALE OF SHARES IN
MACPHERSONS REWARD PTY LTD**

This announcement is made by China Hanking Holdings Limited (the “**Company**”) and its subsidiaries (the “**Group**”) on a voluntary basis.

The board (the “**Board**”) of directors (the “**Directors**”) of the Company is pleased to announce that on 23 August 2021, Primary Gold Pty Ltd, which is a subsidiary of the Company and the project company for the Coolgardie gold project in Western Australia (the “**Vendor**”) entered into a share sale agreement in relation to the sale of the entire shares of MacPhersons Reward Pty Ltd (“**MacPhersons**”) (the “**Share Sale Agreement**”) with Beacon Mining Pty Ltd (the “**Purchaser**”), which is a wholly-owned subsidiary of Beacon Minerals Limited, a gold company listed on the Australia Stock Exchange (ASX: BCN). The Purchaser’s producing gold mine is located in the Coolgardie area, and its acquisition of our project will extend its mine life with operational synergies.

Pursuant to the Share Sale Agreement, the Vendor agreed to dispose its 100% shareholdings in MacPhersons at a consideration of AUD14,000,000 in cash (the “**Disposal**”) to the Purchaser. Completion of the Disposal has taken place simultaneously upon the signing of the Share Sale Agreement. Upon completion, MacPhersons has ceased to be a subsidiary of the Company, and its financial results, assets and liabilities will no longer be consolidated into the Group’s financial statements.

Given that the applicable percentage ratio under Rule 14.07 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) in respect of the Disposal is less than 5%, the Disposal does not constitute a notifiable transaction under Chapter 14 of the Listing Rules.

To the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, as at the date of this announcement, the Purchaser and its ultimate beneficial owners are third parties independent of the Company and its connected persons (as defined in the Listing Rules).

MacPhersons is the project company solely for the Coolgardie gold project in Western Australia, which was acquired as part of the acquisition of Primary Gold Limited by the Company in June 2018. The initial investment cost of MacPhersons is AUD3.8 million. Since the Company took ownership of MacPhersons in June 2018, the Company invested around AUD2 million in exploration and other activities and increased the gold resource by 73% from 0.2 Moz to 0.34 Moz gold.

As at the date of this announcement, MacPhersons is still in the stage of mine development and there are no processing facilities. Accordingly, no revenue or profit has been generated by MacPhersons since 2018.

The Board considers that the terms of the Share Sale Agreement and the Disposal are on normal commercial terms and are fair and reasonable and are in the interests of the Company and its shareholders as a whole. The Board believes that the Disposal provides an attractive opportunity to realise the Company's investment in MacPhersons and allows its Australian team to focus on its core asset, the Mt Bundy gold project, in the Northern Territory of Australia.

Commenting on the sale of the Coolgardie gold project company, Dr. Qiu Yumin, the executive Director and vice president of the Company and the managing director and CEO of Hanking Australia Investment Pty Ltd, said that "following our highly successful sale of the Southern Cross Gold Operations in 2017, this transaction further demonstrates the Company's capacity in delivering values to shareholders through exploration; this sale allows our team to focus on our core asset, the Mt Bundy gold project in the Northern Territory and we believe it's a great asset for the Purchaser".

The execution of Share Sale Agreement and transaction completion occurred simultaneously. Full payment of AUD14 million has been transferred to the Company nominated account.

As announced recently by the Company, it recently increased its gold resource by 36% to 2.44 Moz gold and gold ore reserve by 703% to 1.41 Moz gold in its Mt Bundy gold project. The Company is currently focusing on its feasibility studies for the development of this core asset.

By the order of the Board
China Hanking Holdings Limited
Yang Jiye
Chairman and executive Director

Shenyang, the PRC, 23 August 2021

As at the date of this announcement, the executive Directors of the Company are Mr. Yang Jiye, Mr. Zheng Xuezhi and Dr. Qiu Yumin; the non-executive Directors of the Company are Mr. Kenneth Lee and Mr. Xia Zhuo; and the independent non-executive Directors of the Company are Mr. Wang Ping, Dr. Wang Anjian and Mr. Ma Qingshan.