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## **ANNOUNCEMENT SUSPENSION OF COAL MINE OPERATIONS AT GRANDE CACHE CANADA**

This announcement is made by CST Group Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Inside information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Due to the impact of the outbreak of COVID-19 pandemic (the “**Outbreak**”) on the operation of CST Canada Coal Limited (“**CST Coal**”), the Company has resolved to suspend its coal mining operations at the Grande Cache coal mine located near Grande Cache, Alberta (the “**Mine**”) to ensure worker safety in accordance with applicable public health guidelines, and to prevent an outbreak of COVID-19 among the workforce at the Mine and in the remote community of Grande Cache having regard to the current global COVID-19 pandemic, and the Mine will be placed into care and maintenance.

The extent of how long the care and maintenance at the Mine cannot be estimated at this time due to the uncertainties of the Outbreak.

The Company will make further announcement when CST Coal resumes its production and operating activities at the Mine. Depending on the length of suspension of the production and operating activities of CST Coal, the suspension may have significant impact on the financial results of the Company.

### **ABOUT CST COAL**

CST Coal is an indirectly owned subsidiary of the Company. CST Coal’s mine is located in Grande Cache, approximately 400 kilometres west of the City of Edmonton, the capital of the Province of Alberta in Canada. It has a strong production history of approximately 96 million metric tonnes of clean coking coal produced since 1969. Its steelmaking coal is favorable for its low volatile matter and low Sulphur content. Based on a NI43-101 technical report with an effective date of 31 December 2017, the CST Coal Mine has total proven and probable coal reserves of 43.6 million metric tonnes, saleable coal reserves of 31.1 million metric tonnes and a mine life of 16 years.

**Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.**

By Order of the Board  
**CST Group Limited**  
**Chiu Tao**  
*Executive Director and Chairman*

Hong Kong, 13 May 2020

*As at the date of this announcement, the board of directors of the Company comprises (i) Mr. Chiu Tao (Chairman), Mr. Hui Richard Rui, Mr. Lee Ming Tung, Mr. Kwan Kam Hung, Jimmy, Mr. Tsui Ching Hung and Mr. Wah Wang Kei, Jackie as executive directors of the Company; and (ii) Mr. Yu Pan, Ms. Ma Yin Fan and Mr. Leung Hoi Ying as independent non-executive directors of the Company.*