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SUPPLEMENTAL ANNOUNCEMENT DISCLOSEABLE TRANSACTION SUBSCRIPTION OF FUND

Reference is made to the announcement of the Company dated 26 March 2021 (the “**Announcement**”) in relation to the Subscription. Capitalised terms used herein shall have the same meaning as those defined in the Announcement unless otherwise stated. This announcement is to provide further information about the Subscription and the Fund.

FURTHER INFORMATION OF THE FUND

As disclosed in the Announcement, the Fund and the Segregated Portfolio were newly established in March 2021 and had not commenced business. The investment in the Target is the first investment of the Fund, through the Segregated Portfolio and the only investment of the Segregated Portfolio. The Segregated Portfolio will not make investment other than the Target.

The size of the Segregated Portfolio is US\$150 million. It is all invested in the Target (including expenses). Save for the Segregated Portfolio, the Fund has not yet raised any other fund from investors. There are 10 investors in the Segregated Portfolio. Based on the announcement of Hao Tian International Construction Investment Group Limited, a company listed on the Main Board of the Stock Exchange (stock code: 1341), dated 26 April 2021, Kingdom Future Limited is one of investors of the Segregated Portfolio.

Apart from the Subscription Fee and Distributions to the holder of Management Shares (the “**Distributions**”), there is no other management fee or performance fee payable by the Subscriber. With reference to market practices, including the fee rates of the management fee and performance fee for investment funds, the Directors considered that the Subscription Fee and Distributions are fair and reasonable.

To the best of the Directors’ knowledge, information and belief, after having made all reasonable enquiries, save and except for their respective different roles in the Segregated Portfolio, there are no other relationship between the Investment Manager, Tisé Capital and CMBC.

FURTHER INFORMATION OF TISÉ CAPITAL

The Segregated Portfolio is a segregated portfolio of the Fund. All Management Shares of the Fund are held by Tisé Capital. As the holder of the Management Shares, it controls all of the voting interests in the Fund.

Tisé Capital is a company wholly owned by Mr. Bryant Yutao Zhang (“**Mr. Zhang**”). To the best of the Directors’ knowledge, information and belief, after having made all reasonable enquiries, Mr. Zhang is a third party independent of the Company and connected person of the Company.

FURTHER INFORMATION OF THE INVESTMENT MANAGER

The Investment Manager is beneficially owned as to 67% by Mr. Suen Cho Hung Paul (“**Mr. Suen**”) and 33% by Mr. Liu Zhiyi (“**Mr. Liu**”).

The primary consideration of the Company on the Subscription is on the Target and not the Investment Manager. The Investment Manager is responsible for the management of the Segregated Portfolio’s assets, pursuant to the Investment Objectives and Investment Strategies. The Investment Manager is a licensed corporation and is under the regulatory regime of Securities and Futures Commission. Accordingly, the Directors considered that the Investment Manager is a fit and proper person to manage the Segregated Portfolio’s assets and the track record of the Investment Management is not a factor taken by the Directors in considering the Subscription.

To the best of the Directors’ knowledge, information and belief, after having made all reasonable enquiries, Mr. Suen and Mr. Liu are third parties independent of the Company and connected persons of the Company.

FURTHER INFORMATION OF THE TARGET

The name of the Target is NEW GAINS GROUP LIMITED, which is a subsidiary of China Evergrande Group (“**China Evergrande**”), a company listed on the Main Board of the Stock Exchange (stock code: 3333). To the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, the Target and China Evergrande are third parties independent of the Company and connected persons of the Company.

For information of the Segregated Portfolio’s investment in the Target, please refer to the announcement of China Evergrande dated 29 March 2021 (<https://www1.hkexnews.hk/listedco/listconews/sehk/2021/0329/2021032900099.pdf>).

By order of the Board
CST Group Limited
Yeung Bik Shan
Company Secretary

Hong Kong, 13 May 2021

As at the date of this announcement, the Board comprises (i) Mr. Chiu Tao (Chairman), Mr. Hui Richard Rui, 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.