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KSL Holdings Limited

(incorporated in the Cayman Islands with limited liability)

(Stock code: 8170)

FURTHER ANNOUNCEMENT IN RELATION TO THE ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 JULY 2017

Reference is made to the annual results announcement for the year ended 31 July 2017 (the “**Annual Results Announcement**”) dated 25 October 2017 and the annual report for the year ended 31 July 2017 (the “**Annual Report**”) dated 25 October 2017 of KSL Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”). Unless otherwise defined, terms used herein shall have the same meanings as those defined in the Annual Results Announcement and the Annual Report.

FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

As disclosed on page 4 of the Annual Results Announcement and page 113 of the Annual Report, the Company had financial assets at fair value through profit or loss of HK\$17.52 million as at 31 July 2017. The Company would like to provide further details about such financial assets for the information of its shareholders.

On 13 January 2017, Fortune Around Limited, a direct wholly-owned subsidiary of the Company, acquired a total of 80,000,000 shares (the “**FB Mining Shares**”) of Future Bright Mining Holdings Limited (“**FB Mining**”), the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 2212), at the cost of HK\$19,200,000. The FB Mining Shares represent approximately 2.27% and 2.07% of the entire issued share capital of FB Mining as at the date of the aforesaid acquisition and as at the date of this announcement, respectively.

FB Mining is an investment holding company, whereas its subsidiaries are principally engaged in the production and sale of marble and marble related products. As at the date of this announcement, the Company has not received any dividend in relation to the FB Mining Shares.

Due to the drop of trading price of the shares of FB Mining, the Company recorded a loss in relation to the FB Mining Shares. There is no realised loss in relation to the financial assets and the unrealised losses in relation to the financial assets for the year ended 31 July 2017 is HK\$1,749,000 which was recognised in the consolidated income statement for the year ended 31 July 2017.

Set out below is a table showing the size of the FB Mining Shares relative to the Company's net assets, the market value of the FB Mining Shares as at 31 July 2017 and the total gain (loss) of the Company in relation to the FB Mining Shares for the year ended 31 July 2017:

	Size to the Company's net assets as at 31 July 2017	Market value as at 31 July 2017	Gain (Loss) for the year ended 31 July 2017 (Note)
80,000,000 shares of FB Mining	Approximately	HK\$17,520,000	(HK\$1,749,000)
	18.31%		

Note: The total gain (loss) for the year ended 31 July 2017 represents a decrease in fair value of the FB Mining Shares of approximately HK\$1,680,000, and other transaction costs of the purchase of the FB Mining Shares.

When the Group identifies any investment opportunities in future, the Board will consider (i) the availability of the Group's internal financial resources, (ii) the prospects of the potential investment, and (iii) the risk of the potential investment.

It is one of the treasury policies of the Group to make use of certain surplus funds retained by the Group by way of investment in listed securities. The Directors remain cautiously optimistic about the prospects of the held-for-trading investment of the Company, having considered (i) the future prospects and development stated in the 2017 interim report of FB Mining and that (ii) on 16 February 2017 and 18 August 2017, FB Mining completed two placings of new shares to several investors and raised approximately HK\$34,000,000 and HK\$36,600,000 respectively pursuant to which FB Mining intended to apply approximately HK\$24,000,000 of the proceeds on the establishment of a processing plant in order to produce slabs which could add value to marble and provide greater flexibility in accessing markets, and thus enhance FB Mining's productivity in the future, and apply approximately HK\$12 million for the

possible formation of two joint venture companies, which will engage in trading and processing of lithium ores and trading of non-ferrous metals ores in the People's Republic of China, and thus broaden the source of revenue of FB Mining in the future.

By order of the Board
KSL Holdings Limited
Tong Jiangxia
Chairperson

Hong Kong, 1 November 2017

As at the date of this announcement, the executive Directors are Ms. Tong Jiangxia, Mr. Au Siu Chung and Mr. Long Jie; and the independent non-executive Directors are Mr. Tang Yiu Wing, Ms. Chui Pui Yu and Ms. Kwong Ka Ki.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the Stock Exchange's website at www.hkexnews.hk for 7 days from the date of its posting. This announcement will also be posted on the Company's website at www.kslholdings.com.