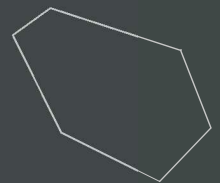
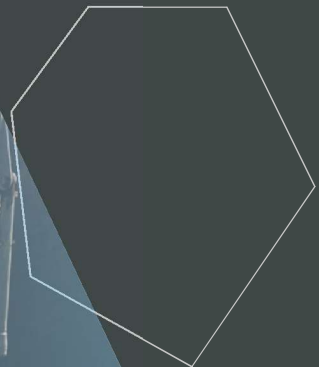


LEONE ROCK METAL GROUP

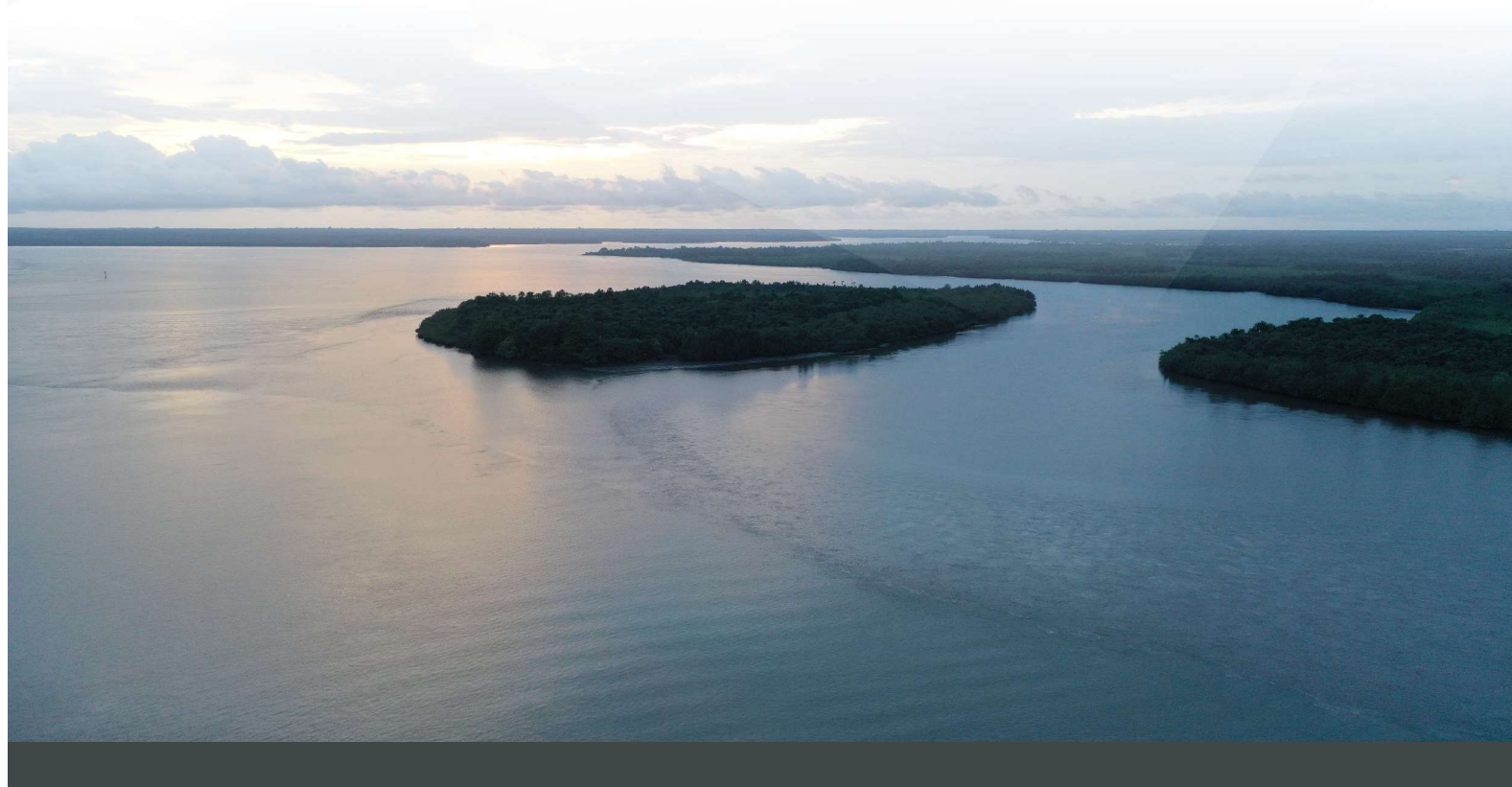


2nd Quarter, 2022

Third Edition

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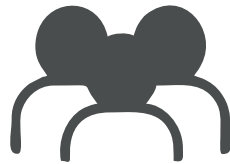


Leone Rock Metal Group Company Profile

01



Total Export
Over 5.2 Million
Tons by June



≈3,000
Employees
95% National Workforce

Leone Rock Metal Group (LRMG) Company Limited until recently was known as Kingho Investment Company Limited. It was established in Sierra Leone in July 2010. It is a registered Company in Sierra Leone under the company's Act No.5 of 2009 as a company with registration number SLE290716KINGH1600235.

Leone Rock Metal Group Company Limited is one of the largest resource investment companies in West Africa. The company, till today, is parent company of Kingho Mining Company and Kingho Railway & Port Company which are part of an integrated Iron Ore Mining-Railway-Port Handling and export group of companies.

The asset encompasses an open pit Iron Ore Mine and surface operations located in Ferengbeya, Tonkolili and a 192 KM Railway and an integrated train discharge, ore processing and ship loading Port located in Pepel, Northwest Sierra Leone.



Contribution to government
and community 13.08
million USD



Group investment in
Sierra Leone Approx.
155 million USD

The company acquired the Tonkolili mines in January 2020, with proven reserves of 13.8 billion tons. So far, Kingho Mining Company has obtained a total of 18.8 billion tons of proven iron ore reserves and prospective 30 billion + tons Iron Ore Resource upon further exploration.

Kingho Mining Company Limited undertakes a sustainable mining project that not only contribute to the development of the localities within its operational areas, it also maintains an all-round compliance approach that will maintain continuous stakeholders and community engagement process as the project evolves into various stages.



95% of our suppliers and
service
providers are locals

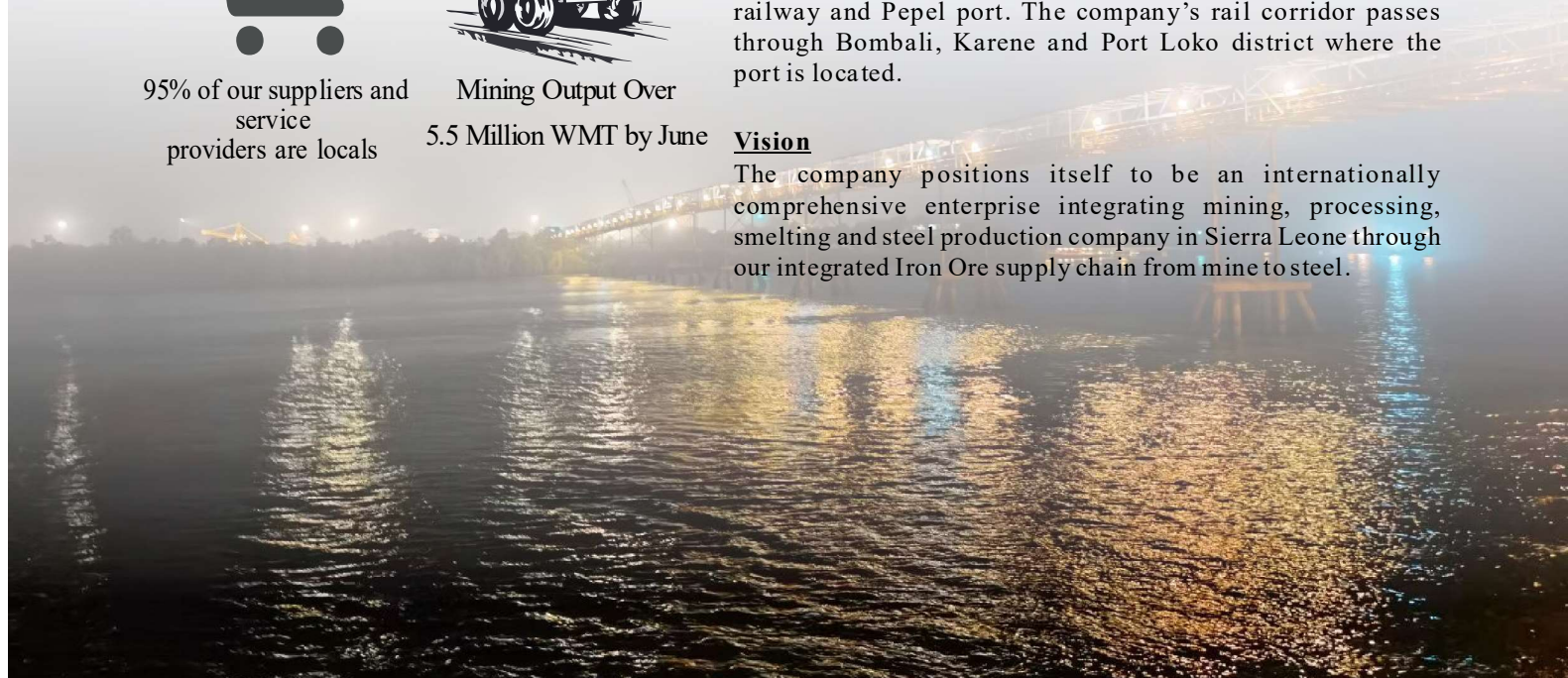


Mining Output Over
5.5 Million WMT by June

In January 2021, Kingho Railway and Port Company Limited another subsidiary company signed a lease agreement with the Government of Sierra Leone to operate and manage the railway and Pepel port. The company's rail corridor passes through Bombali, Karene and Port Loko district where the port is located.

Vision

The company positions itself to be an internationally comprehensive enterprise integrating mining, processing, smelting and steel production company in Sierra Leone through our integrated Iron Ore supply chain from mine to steel.





Dear Leone Rock family:

First of all, I would like to express how proud I am of you all as a united team and as a family making Leone Rock Metal Group such a great organization and such an enjoyable place to work and achieve many successes.

Q1 2022 was a good period with great improvement in all of our activities from mining, processing, haulage and shipment but the start of this quarter Q2 2022 has been the best so far. I am really proud of the effective collaboration between all departments in Kingho Mining Company and Kingho Railway and Port enabling us to meet a record mining, processing, haulage and Iron Ore export milestone in May 2022.

Just by the middle of Q2, we have been faced with the same bad weather and frequent rains we faced in 2021 when the rainy season made us so powerless in the face of nature forcing our production and export to a historic low. Colleagues all, I am sure staying

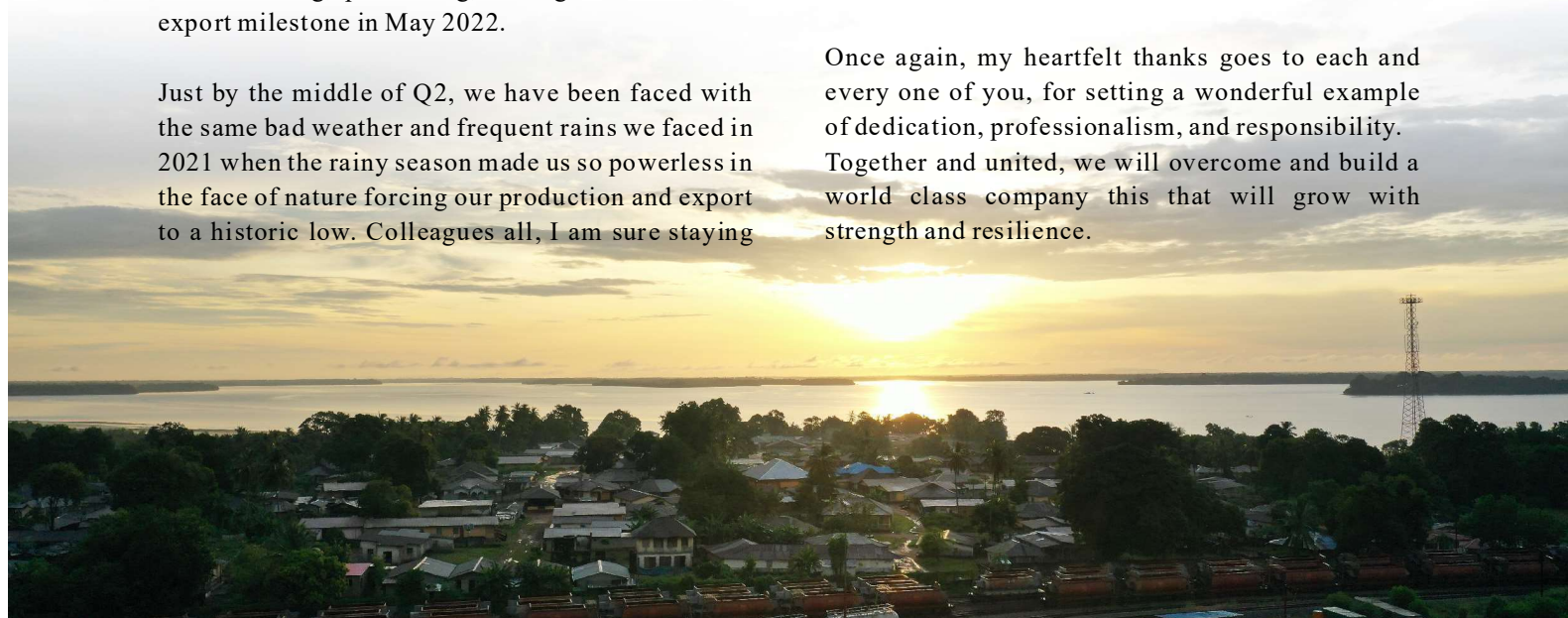
together united as we have always been, I can assure you that we are going to overcome these difficult times together, driven as always by our sense of responsibility, discipline and dedication to overcome challenges as they come.

Rest assured that your commitment and dedication to maintain the success and highest level of health and safety standards that our company is renowned for, have not gone unnoticed and they make all the difference.

In this Q2 we became the first company in the history of the Tonkolili Iron Ore Mine to make 1% payment of our annual revenue to our primary host communities. Through the masterpiece event organizational planning of various managers and employees we made the event very special for His Excellency the President Julius Maada Bio and his entourage. We have gained more respect and love in the primary host communities from Tonkolili to Pepel in Port Loko District, and we hope to build on this relationship through engagement, dialogue and community development.

In Q3 2022, we will complete construction of the tailings processing system that will mark the beginning of our planned phase 2 stage 1 operation which will enable us to export 62% Iron concentrate for the first time from Tonkolili Iron Ore Mine. This stage is just the beginning of our massive expansion plans for phase II and Phase III. So brighter future lies ahead of us.

Once again, my heartfelt thanks goes to each and every one of you, for setting a wonderful example of dedication, professionalism, and responsibility. Together and united, we will overcome and build a world class company this that will grow with strength and resilience.



With over Le 5.3 Billion CDA funds successfully paid to operational communities...

President Bio Promises Ultimate Support to Kingho Mining Company



His Excellency the President of the Republic of Sierra Leone, Rt. Dr Julius Maada Bio has assured the staff and management of Kingho Mining Company Limited of his government's fullest support in actualizing the aspirations and visions of the company's short-term and long-term plans.



President Bio said one of the fundamental reasons why he supports Kingho Mining Company is because the company has significantly contributed toward job creation in Sierra Leone. The President also added that Kingho Mining is the first company to pay 1% in annual revenue to its operational communities even before the provision becomes law. This serves as one of the reasons that the President said he trusts the vision of Kingho Mining Company and therefore he is assuring the company of his government's fullest support.



'Kingho Mining has been on the Right Path' - Ambassador Hu Zhangliang



Ambassador of the People's Republic of China to Sierra Leone, Hu Zhangliang has praised the leadership of Kingho Mining Company which operates the New Tonkolili Iron Ore Mines, saying that the company has been on the right path.

Mr Zhangliang made these remarks in his speech on Tuesday 24th May 2022 at a gathering in the Kingho Mining Company's site at Ferengbeya, Tonkolili District, Northern Province of Sierra Leone where His Excellency President Julius Maada Bio was the guest of honour to mark the official launching of the first payment of the Kingho Mining Company's Community Development Agreement (CDA) Fund to the mining communities across its operational areas in the district.

'I AM IMPRESSED WITH KINGHO MINING INVESTMENT SO FAR' - VP JULDEH JALLOH STRESSED



The Honourable Vice President made these remarks on Saturday 11th June 2022, during a conducted site tour at the company's mining vicinity in Ferengbeya. The Vice President was there on special invitation from the Kingho Mining Company management and was taken through to visit several sited of the company's operations including the mining pit, the processing plant and the Train Load Out (TLO).



VP on site tour of Kingho Mining



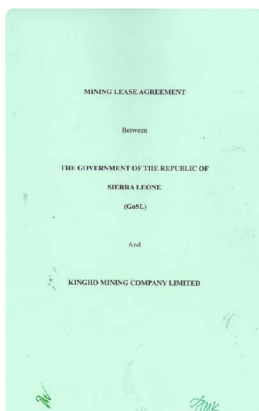
VP Speaks highly of LRMG

Kingho Appreciates Government's Ratification of Mining Lease Agreement



Negotiation with Delegation
from Government of Sierra
Leone for Terms and
Conditions of MLA

Concluded Mining Lease
Agreement ratified by
House of Parliament of
Sierra Leone



Kingho Mining Company Ltd.
塞拉利昂庆华矿业有限公司

PRESS RELEASE

PARLIAMENT OF SIERRA LEONE RATIFIES KINGHO MINING LEASE AGREEMENT

Wednesday 22nd June 2022: Management of Kingho Mining Company Limited is pleased and extremely gratified to inform its staff, community stakeholders, government, and people of Sierra Leone that the country's House of Parliament has today debated and ratified its Mining Lease Agreement.

The company acquired the Tonkolili mines in the northern province of Sierra Leone, in January 2020, with proven reserves of 13.8 billion tons. The Company has undertaken a sustainable and progressive mining project that has significantly contributed to the national economy and socioeconomic development of our primary host communities. The company with currently over 1500 employees with over 97% Sierra Leoneans has established a culture of respect, trust and compliance to all its statutory obligations during the evolution of our project phases.

The Board and management of Leone Rock Metal Group and all its subsidiaries express our profound gratitude to His Excellency President Julius Maada Bio and the Government of the Republic of Sierra Leone and all departments and agencies through the Minister of Mines and Minerals Resources and all the line ministers that actively negotiated the Mining Lease Agreement. We are grateful to the government negotiating team for their professional guidance and technical expertise which helped in reaching an agreement that will benefit the Government and People of Sierra Leone. We also thank the leadership of Parliament of Sierra Leone and the general populace for the relentless trust and confidence bestowed on us throughout the process of ratifying this very important Mining Lease Agreement. It is our hope that the agreement will bring a mutually beneficial result to both our company and the people of Sierra Leone.

"The fulfillment of this agreement proves that Kingho Mining Company is here to do business and in the right way. The company is trying to build a solid foundation of our success in compliance to all government and local and international regulations and laws and in a transparent manner for the benefit of not just the company, but also the people of Sierra Leone." Gilbert Zhao, CEO of Leone Rock Metal Group.

'We are confident to keep investing in Sierra Leone'- China Kingho Energy Group Assures



President of China Kingho Energy Group, Colin Ding, has assured the President and people of the Republic of Sierra Leone that his company is confident to keep investing in Sierra Leone.

Colin Ding made this commitment on Tuesday 24th May 2022 at a well-attended and coordinated gathering in the Kingho Mining Company's site at Ferengbeya, Tonkolili District, Northern Province of Sierra Leone. The gathering had His Excellency President Julius Maada Bio as the guest of honour and also saw guests such as government ministers, members of parliaments, Heads of MDAs, security personnel, and public and private sector officials, who were in Tonkolili to mark the launching of the first payment of the Kingho Mining Company's Community Development Agreement (CDA) Fund to the mining communities across its operational areas in the district.

In the area of production capacity, Colin Ding confirmed that the company is currently installing "our tailings optimization plant which will help us produce and export +62% Iron concentrate. This ambition is not a forecast but a plan being implemented now for you to see, and I hope before the end of this year, His Excellency the President will be at Tonkolili Iron Ore Project to commission the optimisation plant which will help us export +62% Iron concentrate from our tailings." He thanked the Government of Sierra Leone for creating a conducive and enabling environment for more investment into the country.

Installation of Phase 2 Processing Plant Nearly Complete



The phase 2 processing plant construction project was launched early this year with the aim of creating a beneficiation plant that will concentrate and optimize the tailings from the tailings storage facility (TSF) to 62% iron (Fe) concentrate to make the company's product will be globally competitive.

So far, good progress was made. The project feasibility study, design, equipment procurement, and project construction were completed. It is expected to be completed and put into production on August 31.

As at the end of June 2022, 95% of civil infrastructure has been completed and 60% of steel structure installation has been completed. Production will kick start in Q3 2022.

Preparation of Raining Season in order to reduce moisture ore shipment



All Wagons Covered With Tarpaulins

- We accomplished the creation of drainage system, in the entire pit and near haulage roads.
- We started using tarpaulins to cover ROM ore stockpile and DSO product stockpile.
- We are covering train wagons with tarpaulins.
- We placed light reflectors and other road signals on sides of roads to increase visibility.



The Railway Department of Leone Rock Metal Group is responsible for the operation and maintenance of the 192-kilometer railway from the Port of Pepel to the Tonkolili Iron Ore Mines. At present, the subcontracting mode is adopted, and four subcontractors are involved. CCECC is responsible for rail track maintenance, CRRC is responsible for wagons restoration and maintenance, Grindrod is responsible for locomotives and railway operation and Africell is responsible for telecommunications transmission of radios.

From January to the end of June 2022, the railway transported a total of 436 trips with a total of 3.04 million tons of iron ore.

Month	Plan	Actual	Completed %
Jan	420815	420815	100.00
Feb	460750	392328	85.15
Mar	518130	450922	87.03
Apr	500000	459187	91.84
May	725000	676511	93.31
Jun	700000	643045	91.86
Total	3324695	3042808	91.52

Sierra Leone's President Maada Bio Commissions 3 Brand New Kingho Railway Locomotives

Sierra Leone's President His Excellency President Julius Maada Bio has commissioned three (3) brand new locomotives to enable Kingho Mining Company haulage its iron ore from the New Tonkolili Iron Ore Mines in Ferengbey, Tonkolili District to the port of Pepel in Port Loko District.



Speaking during the commissioning ceremony at the Train Load Out (TLO), Jay Chen, Deputy General Manager of Kingho Railway and Port Company said that when the company took over in 2020, the rail system was not operational at all. He added that the company made enormous efforts and invested a huge sum of money for the restoration of the railway facilities.



Female Train Operator

It is worth noting that the locomotive is a rail transport vehicle that provides the motive power for a train. A single locomotive has the capacity to pull 30 wagons which are used to transport iron ore from the mines to the port. So far, the train sets 112 wagons to 4 locomotives and 90 wagons to 3 locomotives.

The commissioning of three additional locomotives by the President himself will improve the haulage capacity of the company to achieve a target of 25,200 tonnes daily and 9 million tonnes annually.

In the first half of 2022, 17 CAPE vessels were chartered, 16 were shipped, 316 barges were loaded and ttl quantity was 3208015.88MT



Barge Loading at Pepel Port

A total of 13 vessels were discharged to the northern ports (including ports within the Yangtze River), with a demurrage ratio of approximately 70%; 3 vessels were discharged to the southern ports, with a demurrage ratio of approximately 30%.



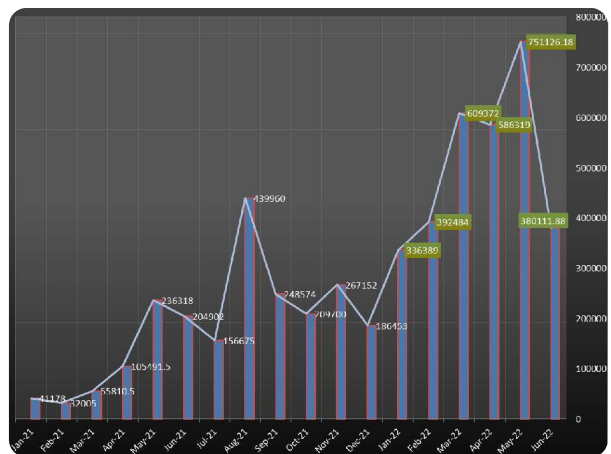
Success of Freight in 6 month

The exported volume were gradually increased and adjusted appropriately according to the fluctuation of iron ore price.

The average freight rate of our chartered vessels in the first half of 2022 is almost same with the average value of C3 index, the price difference between our freight rate and C3 index in the first half of 2022 was gradually reduced.

Seven cooperative partners in the first half of 2022, including five new cooperative partners except BRS and TOPSAIL, new inquiry partners are not included for the time being.

Transshipment Summary



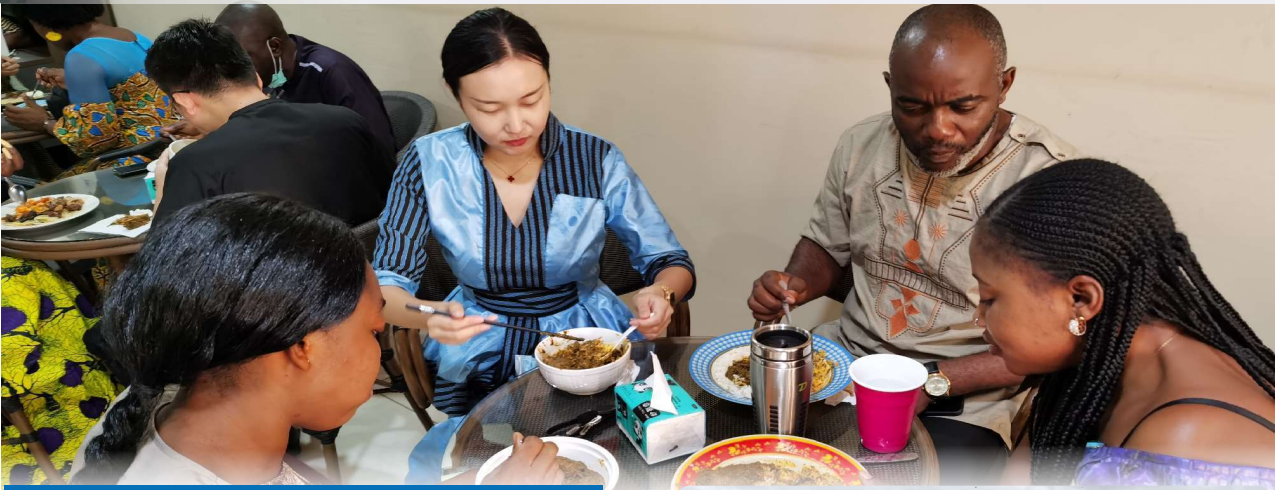
Cape-Size OGV

Discharging Port Update

A total of 6 vessels were discharged to two ports, with a 100% demurrage ratio; 10 vessels were discharged to one port, with a 50% demurrage ratio.



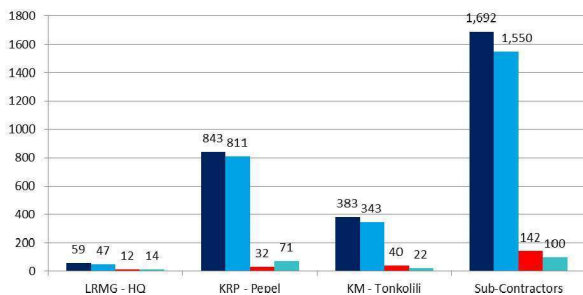
Transshipping Platform at Outer Anchorage



Human Resource is central to LRMG's Goals and Targets

HR supports and upholds LRMG's goals by fostering a positive and engaging work environment while identifying and responding to the changing needs of our diverse workforce.

LRMG Staff statistics by Company & Subcontractor



#	Company	Last Headcount	Joined	Resigned/Left	Current Headcount	National	Expat	Female
1	LRMG-HQ	57	7	1	59	47	12	14
2	KRP-Pepel	815	28	0	843	811	32	71
3	KM-Tonkolili	239	21	1	383	343	40	22
4	Sub-Contractors	1,692	0	0	1,692	1,550	142	100
Total		2,927	42	2	2,977	2,752	221	202

Teambuilding is Central to the work of Leone Rock Metal Group

Team building normally brings people together for a common goal. As a company, during the past quarter, we introduced the following activities which cut across all the three operational areas.

1. Cultural Sharing program of China and Sierra Leone
2. Company Group Activities.
3. External Activities



Cultural Sharing Program

For any company which comprise of employees from diverse cultures and believes always need to create an avenue for it employees to accept each other's culture by seeing themselves as one for the smooth operations of that company. It was in this view that the company introduced the Friday Africana dress for all staff at HQ, Fridays Power Point Presentation on Culture and Traditions of China and Sierra Leone and Provision of Prayer room for our Muslim Brothers



LRMG Compliance Success

- HSE – Accident rate dropped by 45% at KRP and 10% at KMC compared to 2021.
- Statutory Reporting – The company is 100% up to date with all reporting requirement
- Successfully completed approval for P2S1 Tailings processing plant at NMA and EPA
- Facilitated & coordinated 10 high level government/MDA visits on both operations with success
- Facilitated the EIA licenses fees for Mass Energy, CKH and Northern Mining Licenses
- Engage Finance department for payment of statutory fees/taxes as stipulated on the compliance matrix

LRMG's Compliance Unit Embarks on Internal HSE & Operational Regulatory Compliance Audit

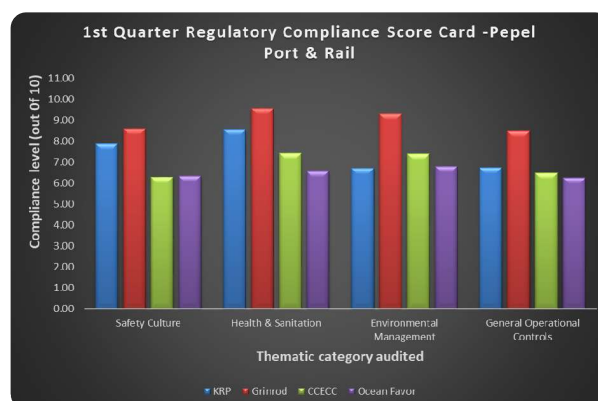
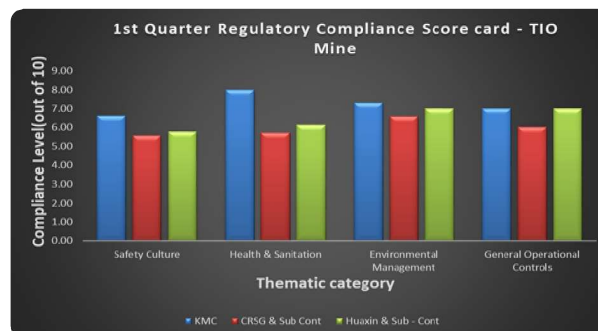
By: *Ing Samuel J. Kamara, Mining Compliance Manager, Compliance Unit, CEO's Office, LRMG*

As part of its responsibility in keeping LRMG and its subsidiaries compliant to statutory provisions, the Compliance Unit, in the Office of the CEO, embarked on its 1st Quarter Internal HSE and Operational Regulatory Compliance audit during the first week of April, 2022.

The audit exercise covered LRMG's operations at the Tonkolili Iron Ore (TIO) Mine, operated by Kingho Mining Company and the Port & Rail operations, superintended by Kingho Railway & Port Company. At TIO Mine, the audit targeted Kingho Mining Company and its key Contractors (CRSG and Huaxin, including their respective Sub-Contractors), whilst at the Port & Rail side, the audit was mainly centred on Kingho Railway & Port Company and several major Contractors such as CCECC, Grinrod and Ocean Favor.



The audit was divided into four(4) thematic areas; Safety Culture, Health & Sanitation, Environmental Management & General Operational/Production Controls. In consonant with the statutory instruments governing the mineral industry, each of these areas, were further divided into discrete sub-sets which were probed into to measure the compliance levels of the aforementioned companies.



The audit revealed that KMC & KRP are making steady progress in most of the regulatory units, especially on Health & Sanitation and Environmental Management. It also shows that some of the contractors are taking strides to improve on their operational regulatory compliance. On the Contractors side, Grinrod was deemed the most compliant as depicted by the score card above. However, continuous improvement was advised for all, in order to keep both sites at the highest standards of operational compliance.



Leone Rock Metal Group Pays over Le 1.3 Billion Surface Rent for Its Licenses in Tonkolili District

Leone Rock Metal Group has paid a total amount of over Le 1,300,000,000 (one billion three hundred million Leones) as surface rent to landowners within its Iron Ore licenses in Tonkolili District, Northern Province of the Republic of Sierra Leone.

The payment of the surface rents by the company is pursuant to the requirement for the granting of a Large-Scale Mining License and in relation to Leone Rock Metal Group's obligation prescribed in Section 34(a) of the Mines and Minerals Act 2009 for surface rent.



During the payment, Paramount Chief Alimamy Bockarie Yallan Koroma of Dansogoia Chiefdom, re-echoed the voices of the landowners and Paramount Chiefs of all the concessions by saying that the payment of the surface rent shows that Leone Rock is sensitive to its obligations. He thanked the company and prayed that the relationship between the company and the people continue to bolster.



Surface Rent payment for Simira Chiefdom



Group photo after payment in Tane Chiefdom

Landowners as well as community stakeholders present praised Leone Rock Metal Group for being a compliant company and promised to the company for their fullest support to the company for its mining activities in Sierra Leone.

Kingho Mining Company Boosts Healthcare & Sanitation Delivery in its Operational Communities



Kingho Mining Company Limited under the supervision of its parent body Leone Rock Metal Group has successfully handed over a rehabilitated health center to Dankawalia Community in Sambaia Chiefdom, it also handed over a newly constructed health facility to Kemedugu community in Dansogoia Chiefdom as well as twenty five (25) toilet facilities to Makelfa community in Simiria Chiefdom.



Kingho Mining Rehabilitates School in Sambaia, Donates Learning Materials to Pupils in operational communities

Kingho Mining Company Limited has through its Community Development Action Plan (CDAP) project rehabilitated and handed over a school to residence of Kamaria Village, Sambaia Chiefdom, Tonkolili District, Northern Province of the Republic of Sierra Leone.

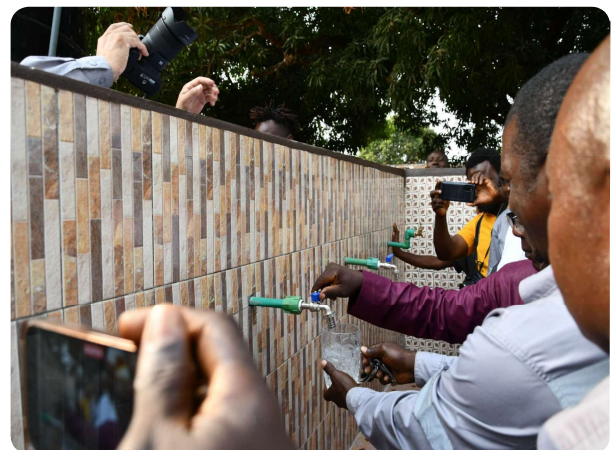


The school is in one of the operational communities and is providing primary education to over 300 pupils in the Kamaria village and about 10 villages in its environs. The rehabilitation included the face-lifting of the school from a mud house to an ultramodern structure with convenient seating and leaning capacity.



Kingho Railway & Port Hands over School & Water Supply Projects to Kamasondo Chiefdom

On Sunday 10th of April 2022, Kingho Railway & Port which is a subsidiary company of Leone Rock Metal Group handed over two (2) CDAP projects to Kamasondo Chiefdom, Port Loko District, Northwestern Province of Sierra Leone. Those projects are the construction of Water Supply System in Pepel Town and the rehabilitation of the SLMB Primary School in Borpo.



Africa Kid Festival



In Freetown



In Tonkolili

Leone Rock Metal Group and its two (2) subsidiaries of Kingho Mining Company and Kingho Railway and Port Company have during the celebration of the Day of the Africa Child 2022 donated assorted learning materials to pupils of their operational communities in Wilberforce Freetown, Tonkolili & Pepel respectively.



In pepel

The move, which is part of the company's Corporate Social Responsibility (CSR) is geared towards boosting the learning moral of the pupils and as well making the company socially responsible in investing into the education of residents of the operational communities.

Donation for the rehabilitation of school in Tane



The Company donated materials for the construction of a modern primary school in Masera Komeh Village, Tane Chiefdom, Tonkolili District.

Leone Rock Metal Group Donates Ramadan Sunakati to Stakeholders



Leone Rock Metal Group, during the end of the Islamic holy month of Ramadan donated assorted food items like rice, onions and cooking oil to residence of their respective operational communities as well as chiefdom, district and regional stakeholders and government officials.

Donation to Climate Change Ambassador



Leone Rock Metal Group donated 10 million for the award and recognition of Climate Change Ambassador by the Ministry of Environment.

School Bus Donation to Fourah Bay College Student Union Government



Handing-Over ceremony



Brand-New 26-Seater Bus

Support to alleviate transportation pressure for non-campus resident students who seek tertiary education from West Africa's oldest university. Fourah Bay College (FBC) in Sierra Leone which is situated on the top of an isolated Mt Aureol in Freetown.

Leone Rock Metal Group Weigh in Support to Engineering Society



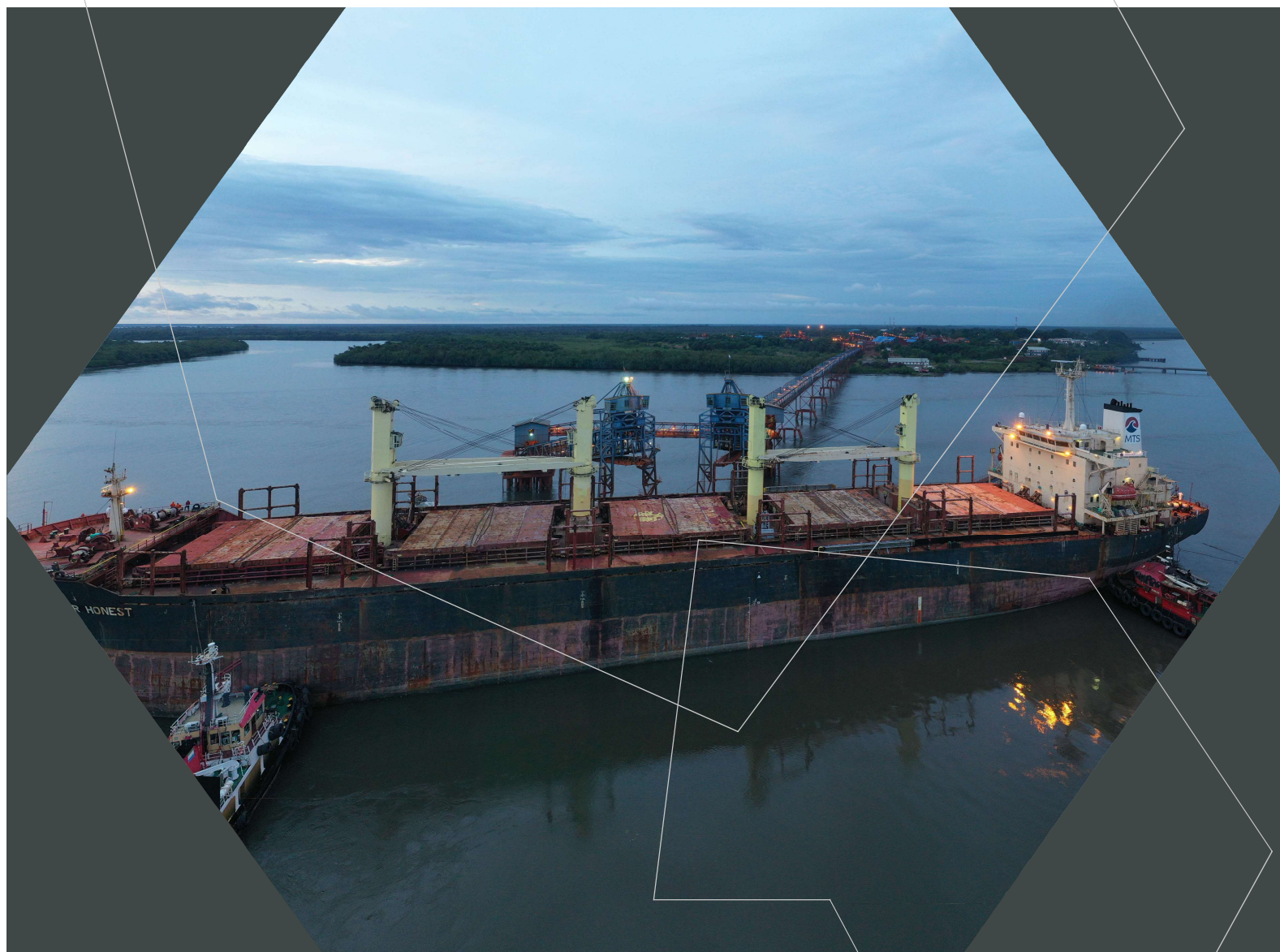
Leone Rock Metal Group gets awarded by the Engineering Society Dinner & Awards due to its active supportive gesture, as a boost to the engineering sector, the back bone for the development of the country.

Water Tank Donation to Signal Hill Community to alleviate water challenge



Leone Rock Metal Group Weigh in Support to Parliament's Sport Committee





LEONE ROCK METAL GROUP

CONTACTS
PR & Media Unit