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Zijin Mining Group Co., Ltd.*

紫金礦業集團股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2899)

ADJUSTMENT ON RESOURCE TAX IN THE PRC

Further to our announcement dated on 1 June 2006, the Company has recently received a notice from the Tax Bureau, and the Finance Department, Fujian (MinCaiShui 2006-66) ("Notice") which levies the resource tax RMB3.00/tonne on the scrap stones or the ore with a grade lower than 0.5g gold per tonne in Zijinshan Gold Mine.

This announcement is made pursuant to rule 13.09 of the Listing Rules.

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Further to our announcement dated on 1 June 2006, the Company has recently received a notice from the Tax Bureau, and the Finance Department, Fujian (MinCaiShui 2006-66) ("Notice"). Pursuant to the Notice, the resource tax is RMB3.00/tonne on the scrap stones or the ore with a grade lower than 0.5g gold per tonne in Zijinshan Gold Mine.

Investors should note that the adjustment on resource tax may affect the Group's net profit. The Company will consider to take necessary and appropriate steps to reduce the use of scrap stones and lift the grade of ore in process and mining in Zijinshan Gold Mine.

The said Notice (MinCaiShui 2006-66) from the Tax Bureau, and the Finance Department, Fujian, the PRC took effect on 1 May 2006.

Definitions

In this announcement, unless otherwise indicated in the context, the following expressions have the meanings set out below:

"Company" Zijin Mining Group Co., Ltd.*, a joint stock limited company incorporated in the People's Republic of China with limited liability

"Director(s)" the director(s) of the Company

“Group”	the Company and its subsidiaries
“Listing Rules”	The Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	The People’s Republic of China, but for the purpose of this announcement, excludes Hong Kong, Macau SAR and Taiwan
“Zijinshan Gold Mine”	Zijinshan Gold and Copper Mine, the gold mine of the Group in Shanghang county, Fujian province, the PRC

As at the date of this announcement, the Board of Directors of the Company comprises Messrs. Chen Jinghe (Chairman), Liu Xiaochu, Luo Yingnan, Lan Fusheng, Huang Xiaodong, and Zou Laichang as executive directors, Mr. Ke Xiping as non-executive director, and Messrs. Chen Yuchuan, Su Congfu, Lin Yongjing, and Loong Ping Kwan as independent non-executive directors.

By Order of the Board of Directors
Zijin Mining Group Co., Ltd.*
Chen Jinghe
Chairman

31 October, 2006 Fujian, China.

** The Company’s English name is for identification purpose only*

Please also refer to the published version of this announcement in The Standard.