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Unless otherwise defined in this announcement, terms used in this announcement shall have the same meanings as those defined in the prospectus issued by the Company dated April 13, 2007 (the "Prospectus").



洛陽樂川鉬業集團股份有限公司  
**China Molybdenum Co., Ltd.\***

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

(Stock Code: 3993)

**EXERCISE OF OVER-ALLOTMENT OPTION**

The Company announces that the Over-allotment Option described in the Prospectus has been exercised in full by the Joint Global Coordinators on behalf of the International Underwriters on April 26, 2007 in respect of an aggregate of 108,360,000 H Shares, representing 10% of the Offer Shares initially available under the Global Offering.

The Over-allotment Shares will be allotted and issued by the Company at HK\$6.80 per H Share (excluding the brokerage fee of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005%), being the Offer Price per H Share under the Global Offering.

In accordance with the relevant PRC regulations regarding the disposal of State-owned shares, LMG is required to transfer to the NSSF 10,836,000 Domestic Shares, representing 10% of the number of H Shares issued by the Company pursuant to the exercise of the Over-allotment Option. The Domestic Shares transferred to the NSSF from LMG will be converted into H Shares on a one-for-one basis. Neither LMG nor the Company will receive any proceeds from the transfer of such Domestic Shares by LMG to the NSSF or any subsequent disposal of such H Shares by the NSSF.

The Company announces that the Over-allotment Option described in the Prospectus has been exercised in full by Morgan Stanley Dean Witter Asia Limited and UBS AG (the "**Joint Global Coordinators**") on behalf of the International Underwriters on April 26, 2007 in respect of an aggregate of 108,360,000 H Shares (the "**Over-allotment Shares**"), representing 10% of the Offer Shares initially available under the Global Offering.

The Over-allotment Shares will be allotted and issued by the Company at HK\$6.80 per H Share (excluding the brokerage fee of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005%), being the Offer Price per H Share under the Global Offering. The Over-allotment Shares will be used solely to cover over-allocations in the International Offering.

In accordance with the relevant PRC regulations regarding the disposal of State-owned shares, LMG is required to transfer to the NSSF 10,836,000 Domestic Shares, representing 10% of the number of H Shares issued by the Company pursuant to the exercise of the Over-allotment Option. The Domestic Shares

transferred to the NSSF from LMG will be converted into H Shares on a one-for-one basis (the “**Conversion**”). Neither LMG nor the Company will receive any proceeds from the transfer of such Domestic Shares by LMG to the NSSF or any subsequent disposal of such H Shares by the NSSF.

Immediately after the allotment and issue of the Over-allotment Shares and the completion of the Conversion, approximately 26.88% of the issued share capital of the Company will be held in public hands.

Listing of, and permission to deal in, the Over-allotment Shares and the H Shares to be held by the NSSF upon the completion of the Conversion (the “**Converted H Shares**”) has already been granted by the Listing Committee of the Stock Exchange. Dealings in the Over-allotment Shares and the Converted H Shares are expected to commence on the Main Board of the Stock Exchange at 9:30 a.m. on May 4, 2007.

The shareholding structures of the Company immediately before and after the issue of the Over-allotment Shares and the completion of the Conversion are as follows:

	<b>Immediately before the issue of the Over-allotment Shares and the completion of the Conversion</b>		<b>Immediately after the issue of the Over-allotment Shares and the completion of the Conversion</b>	
	<b>Number of Shares</b>	<b>Approximate percentage of the Company’s total issued share capital</b>	<b>Number of Shares</b>	<b>Approximate percentage of the Company’s total issued share capital</b>
Domestic Shares in issue held by the Promotors	3,575,850,525	75.00%	3,565,014,525	73.12%
H Shares held by the NSSF	108,360,000	2.27%	119,196,000	2.44%
H Shares issued pursuant to the Global Offering	<u>1,083,600,000</u>	<u>22.73%</u>	<u>1,191,960,000</u>	<u>24.44%</u>
<b>Total:</b>	<b><u>4,767,810,525</u></b>	<b><u>100.00%</u></b>	<b><u>4,876,170,525</u></b>	<b><u>100.00%</u></b>

The additional net proceeds to the Company of approximately HK\$709.1 million from the issue of the Over-allotment Shares by the Company will be used by the Company in the same manner as set out in the section headed “Future Plans and Use of Proceeds” in the Prospectus.

By order of the Board  
**China Molybdenum Co., Ltd.**  
**Duan Yuxian**  
*Chairman*

Hong Kong, April 26, 2007

*As of the date of this announcement, the executive Directors are Mr Duan Yuxian, Mr Wu Wenjun, Mr Li Faben, Mr Wang Qinxi and Mr Li Chaochun. The non-executive Directors are Mr Zhang Yufeng and Mr Xu Jun. The independent non-executive Directors are Mr Gao Dezhu, Mr Zeng Shaojin, Mr Gu Desheng and Mr Ng Ming Wah, Charles.*

\* For identification purposes only

*Please also refer to the published version of this announcement in **South China Morning Post**.*