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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**

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

The board of directors of Zijin Mining Group Co., Ltd. (the "Company") wishes to announce that recently, the Ministry of Finance and the State Administration of Taxation have jointly issued a notice – “關於調整鉛鋅礦石等稅目資源稅適用稅額標準的通知” (Notice Relating to Adjustment of Applicable Rate for Resource Tax for Lead and Zinc Ore, etc.) (Cai Shui No.[2007]100) announcing that with effect from 1 August 2007, proper adjustment will be made to the applicable rate for resource tax for three kinds of mining products namely lead and zinc ore, copper ore and tungsten ore. Among others, the adjusted rate of resource tax for lead and zinc ore shall be RMB20 per tonne for the first class; RMB18 per tonne for the second class; RMB16 per tonne for the third class; RMB13 per tonne for the fourth class; and RMB10 per tonne for the fifth class. The adjusted rate of resource tax for copper ore shall be RMB7 per tonne for the first class; RMB6.5 per tonne for the second class; RMB6 per tonne for the third class; RMB5.5 per tonne for the fourth class; and RMB5 per tonne for the fifth class.

Regarding to this adjustment of resource tax, it will affect the Company's mines including Zijinshan Copper Mine, Ashele Copper Mine, Qinghai Deerni Copper Mine and Wulatehouqi Lead and Zinc Mine. Pursuant to such adjustment, the Company preliminarily estimates that it will affect its net profit for the year 2007 in the approximate amount of RMB8.47million.

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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

19 July, 2007 Fujian, China.

*\* The Company's English name is for identification purpose only*