江 西 銅 業 股 份 有 限 公 司
JIANGXI COPPER COMPANY LIMITED

(a Sino-foreign joint venture joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 0358)

2008 INTERIM RESULTS ANNOUNCEMENT

I. IMPORTANT NOTICE

(1) The board of directors (the "Board"), the supervisory committee (the "Supervisory Committee") and the directors (the "Directors"), supervisors (the "Supervisors") and senior management of Jiangxi Copper Company Limited (the "Company") warrant that there are no false representations or misleading statements contained in or material omissions from this announcement, and collectively and individually accept full responsibility for the truthfulness, accuracy and completeness of the information contained herein.

This announcement is extracted from the full text of the interim report, which will be published on the websites of The Stock Exchange of Hong Kong Limited (the "Stock Exchange")(http://www.hkex.com.hk) and the website of the Company (http://www.jxcc.com). Investors should read the full text of the interim report for details.

(2) The Directors of the Company, Mr. Wang Chiwei and Mr. Wu Jianchang were unable to attend the Board meeting, but have authorised other Directors to attend on their behalf.

(3) The interim financial report have not been audited, but the condensed consolidated interim financial statements prepared in accordance with International Accounting Standards 34 "Interim Financial Reporting" and other relevant provisions (collectively refer to as "IFRS") have been reviewed by Ernst & Young Certificated Public Accountants and considered and approved by the independent audit committee (the "Audit Committee") of the Company.

(4) No funding appropriation by substantial shareholders was found in the Company.

(5) The Company's Chairman, Mr. Li Yihuang, Director and Financial Controller, Mr. Wu Jinxing, and Manager of the Financial Department, Ms. Qiu Ling, represent that they warrant the truthfulness and accuracy of the financial statements contained in the interim report.

II. MAJOR FINANCIAL DATA AND INDICATORS

The consolidated operating results previously reported by the Company for the six months ended 30 June 2007 have been restated to include the operation results of the acquired companies and business under common control.

1. CONSOLIDATED ACCOUNTING DATA AND FINANCIAL INDICATORS PREPARED IN ACCORDANCE WITH IFRS

	For the six months ended 30 June		
	2008 (Unaudited) *RMB'000*	2007 (Unaudited and restated) *RMB'000*	Increase/ (decrease) *(%)*
Revenue	**26,714,084**	17,274,073	54.65
Profit before taxation	**3,668,691**	2,512,095	46.04
Net profit for the period attributable to shareholders of the Company	**2,766,987**	2,096,518	31.98
Basic earnings per share	**RMB 0.92**	RMB 0.72	27.78

	As at 30 June 2008 (Unaudited) *RMB'000*	As at 31 December 2007 (Audited) *RMB'000*	Increase/ (decrease) *(%)*
Total assets	**31,883,276**	30,220,183	5.50
Total liabilities	**11,769,051**	11,825,371	(0.48)
Minority interests	**235,736**	244,153	(3.45)
Net assets attributable to shareholders of the Company	**19,878,489**	18,150,659	9.52
Net assets per share attributable to shareholders of the Company	**RMB 6.58**	RMB 6.00	9.67

2. CONSOLIDATED ACCOUNTING DATA AND FINANCIAL INDICATORS PREPARED IN ACCORDANCE WITH PRC ACCOUNTING STANDARDS AND REGULATIONS ("PRC GAAP")

	As at 30 June 2008 (Unaudited) *RMB'000*	As at 31 December 2007 (Audited) *RMB'000*	Increase/ (decrease) *(%)*
Total assets	**31,767,704**	30,054,809	5.70
Net assets attributable to shareholders of the Company	**19,878,489**	18,138,389	9.59
Net assets per share attributable to shareholders of the Company	**RMB6.58**	RMB6.00	9.67

	For the six months ended 30 June		
	2008 (Unaudited) *RMB'000*	2007 (Unaudited and restated) *RMB'000*	Increase/ (decrease) *(%)*
Operating profit	**3,700,314**	2,469,857	49.82
Total profit	**3,685,050**	2,460,594	49.76
Net profit attributable to shareholders of the Company	**2,779,256**	2,057,892	35.05
Net profit after extraordinary items attributable to shareholders of the Company	**2,790,810**	2,001,547	39.43
Basic earnings per share	**RMB0.92**	RMB0.70	31.43
Basic earnings per share after extraordinary items	**RMB0.92**	RMB0.68	35.29
Fully diluted return on net assets *(%)*	**13.98**	11.35	2.63
Net cash flow from operating activities	**1,884,749**	(575,466)	427.52
Net cash flow from operating activities per share	**RMB0.62**	RMB(0.19)	426.32

Net profit after extraordinary items attributable to shareholders of the Company is set out as follows:

	For the six months ended 30 June	
	2008 (Unaudited) *RMB'000*	2007 (Unaudited and restated) *RMB'000*
Net profit attributable to shareholders of the Company	**2,779,256**	2,057,892
Plus: non-recurring items		
Profit and loss of disposal of non-current assets	**7,070**	7,930
Other items in non-operating income and expense (excluding profit and loss of disposal of non-current assets)	**8,194**	1,334
Investments income or loss from disposal of subsidiaries	**(84)**	—
Net profits and losses of the current period of subsidiaries under same control arising from merger of enterprise	**—**	(64,322)
Income tax impact from non-recurring items	**(3,728)**	(1,443)
Net profit after non-recurring items	**2,790,708**	2,001,391
Less: Non-recurring profit and loss impact attributable to minority shareholders	**(102)**	(156)
Net profit attributable to holders of ordinary shares of the Company after deducting non-recurring items	**2,790,810**	2,001,547

The Company's reorganization of non- recurring items is in accordance with the regulations of "public offering of securities of companies standardize information disclosure quiz" No. 1 issued by the China Securities Regulatory Commission ("CSRC").

3. RECONCILIATION BETWEEN IFRS AND PRC GAAP

	Consolidated net profit For the six months ended 30 June		Consolidated net asset	
			As at	As at
	2008	2007	**30 June 2008**	31 December 2007
	(Unaudited)	(Unaudited and restated)	**(Unaudited)**	(Audited)
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Financial statements prepared under PRC GAAP	**2,786,539**	2,098,836	**20,114,225**	18,382,543
Adjustments in accordance with IFRS				
– Reversal of safe production fund not qualified for liability under IFRS	**(16,359)**	51,501	**—**	16,359
– Change of deferred tax arising from the reversal of safety production fund under IFRS	**4,090**	(12,875)	**—**	(4,090)
Financial statement prepared in accordance with IFRS	**2,774,270**	2,137,462	**20,114,225**	18,394,812

Note: Differences between PRC GAAP and IFRS refer to reversal of provision for safe production cost under IFRS and related impact arising from deferred income tax.

III. CHANGES IN SHARE CAPITAL AND SHAREHOLDERS

3.1 Statement of changes in share capital

During the reporting period, there were no changes in total shares and shareholding structure.

3.2 Shareholders

1. The number of shareholders and shareholdings

Unit: Share

The number of shareholders at the end of reporting period	144,390 shareholders in total, of which 143,151 are holders of A shares and 1,239 are holders of H shares

Shareholdings of the top ten shareholders

Name of shareholder	Type of shareholders	Shareholding percentage *(%)*	Total number of shares held	Increase/ (decrease) during the reporting period	Number of shares subject to trading moratorium	Number of shares pledged or frozen
HKSCC Nominees Limited	Unknown	45.62	1,379,108,900	(250,000)	—	Unknown
Jiangxi Copper Corporation ("JCC")	State-owned legal person	42.41	1,282,074,893	—	1,282,074,893	No
Guotai Junan Investment Management Co., Ltd.	Unknown	0.44	13,400,000	—	13,400,000	Unknown
Suzhou Industrial Park Assets Management Co., Ltd.	Unknown	0.33	10,000,000	—	10,000,000	Unknown
Minmetals Investment & Development Co., Ltd.	Unknown	0.33	10,000,000	—	10,000,000	Unknown
Wuxi Guolian Development (Group) Co., Ltd.	Unknown	0.33	10,000,000	—	10,000,000	Unknown

Sanjiang Aerospace Group Financial Company Limited	Unknown	0.30	9,000,000	—	9,000,000	Unknown
Shanghai Rongchang Assets Management Co., Ltd.	Unknown	0.25	7,600,000	—	7,600,000	Unknown
Shanghai Yuanhai Industrial Co.,Ltd.	Unknown	0.21	6,300,000	—	6,300,000	Unknown
Zhongrong International Trust & Investment Co., Ltd.	Unknown	0.15	4,456,048	—	4,456,048	Unknown

Shareholdings of the top ten shareholders not subject to trading moratorium

Unit: Share

Shareholdings of the top ten shareholders not subject to trading moratorium

Name of shareholder	Number of shares not subject to trading moratorium	Class of shares
HKSCC Nominees Limited	1,379,108,900	Overseas listed foreign shares
Shanghai Pudong Development Bank-Guangfa Small-scale Fast-growing “A” shares Company Securities Investment Fund	4,248,909	Ordinary shares denominated in RMB
China Construction Bank — Huabao Xingye Multi-strategies Growth Securities Investment Fund	3,499,965	Ordinary shares denominated in RMB
Industrial and Commercial Bank of China — Shanghai 50 ETF	3,447,511	Ordinary shares denominated in RMB
Bank of Communications — Yi Fang Da 50 Index Securities Investment Fund	3,299,930	Ordinary shares denominated in RMB

Bank of China — Jiashi Shanghai — Shenzhen 300 Index Securities Investment Fund	2,023,771	Ordinary shares denominated in RMB
Guosen Securities Co., Ltd.* (國信證券股份有限公司)	1,946,050	Ordinary shares denominated in RMB
Agricultural Bank of China — Baoying Strategic Growth Stock Fund	1,618,725	Ordinary shares denominated in RMB
International Finance — Chartered — CITIGROUP GLOBAL MARKETS LIMITED	1,455,453	Ordinary shares denominated in RMB
Goldman Sachs Asset Management L.P. — Goldman Sachs China Fund	1,219,367	Ordinary shares denominated in RMB

The explanation of the connected relationship and acting in concert among the aforesaid shareholders	The Company is not aware of any connected relationship among the above holders of shares not subject to trading moratorium, nor aware of any parties acting in concert as defined in Administrative Measures on Acquisitions of Listed Companies.

(1) So far as the Directors are aware, JCC, the controlling shareholder of the Company, and the other top ten shareholders are neither connected persons nor parties acting in concert. The Company is not aware of the existence of such relationship amongst any other top ten shareholders.

(2) HKSCC Nominees Limited held a total of 1,379,108,900 H shares of the Company in capacity of nominee on behalf of a number of customers, representing approximately 45.62% of the total issued share capital of the Company. HKSCC Nominees Limited is a member of Central Clearing and Settlement System, providing securities registration and custodial services for customers.

Unit: Share

Shareholdings of the top ten shareholders subject to trading moratorium and the condition of trading moratorium

No.	Name of shareholder	Number of shares held subject to trading moratorium	Particulars of shares subject to trading moratorium to be listed: Time for listing and trading	Particulars of shares subject to trading moratorium to be listed: Number of additional shares to be listed and traded	Conditions of trading moratorium
1	JCC	1,282,074,893	27 September 2010	0	Shares subscribed by JCC through non-public issue of shares of the Company and shares originally held by JCC shall not be transferred within 36 months from the closing date of the non-public issue of A shares.
2	Guotai Junan Investment Management Co., Ltd.	13,400,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
3	Suzhou Industrial Park Assets Management Co., Ltd.	10,000,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
4.	Minmetals Investment & Development Co., Ltd.	10,000,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
5.	Wuxi Guolian Development (Group) Co., Ltd.	10,000,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.

6.	Sanjiang Aerospace Group Financial Company Limited	9,000,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
7.	Shanghai Rongchang Assets Management Co., Ltd.	7,600,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
8.	Shanghai Yuanhai Industrial Co., Ltd.	6,300,000	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.
9.	Zhongrong International Trust & Investment Co., Ltd.	4,456,048	27 September 2008	0	Pursuant to the Administrative Measures for the Issuance of Securities by Listed Companies, it may not be transferred within 12 months from the completion date of the issue.

2. Change in controlling shareholder and the de facto controller

There were no changes in controlling shareholder and the de facto controller of the Company during the reporting period.

IV. DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

(1) Changes in the shareholdings of Directors, Supervisors and senior management

During the reporting period, there were no changes in the shareholdings of Directors, Supervisors and senior management of the Company.

(2) Appointment and termination of appointment of Directors, Supervisors and senior management

i. On 6 June 2008, the Company held the annual general meeting of the year 2007 at which the resignation of Mr. Kang Yi as independent non-executive Director of the Company was approved and Mr. Wu Jianchang was appointed as independent non-executive Director of the Company.

ii. On 6 June 2008, the Company held the annual general meeting of the year 2007 at which the resignation of Mr. Wang Maoxian as a Supervisor representing the shareholders of the Company was approved and Mr. Wu Jimeng was appointed as a Supervisor representing the shareholders of the Company and Mr. Liu Qianming was confirmed as a Supervisor representing the employees of the Company.

V. REPORT OF THE BOARD

During the reporting period, the Company has overcome the adverse impact of its plants being suspended from production due to the slowdown in global economy and snowy weather in early 2008, and attained operating results at this historical best.

(1) Discussion and analysis on the overall operation for the reporting period

1. Industry Overview

During the reporting period, amidst the implementation of a tightened monetary policy in China, resulted in a slowdown of the growing domestic demand for copper. Meanwhile, under the influence of the United States mortgage crisis, the soaring oil price, mounting inflation pressure and other factors, the global economy spiraled into a downturn which affected copper consumption. On the other hand, however, following the gradual downgrade of copper mines, with the production of newly acquired mines falling behind schedule and consecutive strikes, the supply of copper concentrates became tight and gave rise to a high copper price. During the reporting period, the average copper price for three months as quoted on the London Metal Exchange was US$8,030 per tonne, posting a growth of US$1,267 per tonne as compared with the corresponding period last year, or a 18.73% growth. Due to the weak US dollars, the growth of domestic copper price in Renminbi for the corresponding period was far slower than that as quoted on the London Metal Exchange, the weighted average copper price for three months (tax inclusive) as quoted on the Shanghai Futures Exchange hit RMB62,886 per tonne, representing an increase of RMB1,990 per tonne or 3.27% as compared with the corresponding period last year.

2. Business Review

Substantial growth of operating results — According to the unaudited consolidated financial statements of the Company and its subsidiaries (the "Group") prepared in accordance with PRC GAAP, the operating revenue of the Group increased by RMB9,526.19 million or 55.05% to RMB26,830.82 million for the reporting period over the corresponding period of last year. Operating profit of the Group increased by RMB1,230.45 million or 49.82% to RMB3,700.31 million over the corresponding period of last year. Net profit attributable to shareholders of the Company increased by RMB721.36 million or 35.05% to RMB2,779.26 million over the corresponding period of last year. Basic earnings per share was RMB0.92, representing an increase of RMB0.22 or 31.43% over the corresponding period of last year.

Completion of planned production of products — During the reporting period, the Company produced 365,000 tonnes of copper cathode, including processed copper cathode, representing a growth of 50.21% over the corresponding period last year (2007 interim: 243,000 tonnes). As compared to the corresponding period last year, the production of gold decreased by 1.11% to 7,200 kg (2007 interim: 7,281 kg), while that of silver dropped by 1.96% to 200 tonnes (2007 interim: 204 tonnes). Copper rods and wires increased by 22.64% to 195,000 tonnes as compared with the corresponding period last year (2007 interim: 159,000 tonnes). Sulphuric acid increased by 55.41% to 805,000 tonnes as compared with the corresponding period last year (2007 interim: 518,000 tonnes). Sulphuric concentrate reached 638,000 tonnes, representing an increase of 3.24% over the corresponding period last year (2007 interim: 618,000 tonnes). Copper concentrates (containing copper) increased by 5.41% to 78,000 tonnes as compared with the corresponding period last year (2007 interim: 74,000 tonnes).

Surge of resource reserves — During the reporting period, the Company made sound progress in the strategic development for mine resources. The Company and China Minerals Non-ferrous Metals Co., Ltd. jointly acquired 100% equity interest of Northern Peru Copper Corp. ("NPC"). In addition, the Company and China Metallurgical Group Corporation established a consortium to acquire the mining rights of the Aynak Copper Mine in Afghanistan. In accordance with the interest attributable to the Company, the additional copper metal reserves of the Company hurdled over 4,200,000 tonnes in the reporting period.

(2) Investment of the Company

1. Overview of the Use of Proceeds

The Company raised a net proceed of RMB3,950.17 million by non-public issue of A shares in 2007, among which an amount of RMB2,164.84 million was in cash. As at the end of the reporting period, the aggregate use of proceeds reached RMB2,859.75 million, among which an amount of RMB174.44 million was used this year. The proceeds of RMB1,090.42 million not yet utilised, will still be allocated to projects undertaken by the Company during the fund raising.

2. Use of proceeds in projects undertaken

Unit: 0'000
Currency: RMB

Name of projects undertaken	Amount of proceeds to be applied	Subject to changes or not	Actual injection of proceeds as at the reporting period in total	Estimated earnings	Earnings generated	On schedule or not
Expansion project of Chengmenshan Copper Mine Phase II	49,800	No	4,481	Upon completion of the expansion, Chengmenshan Copper mine can produce copper concentrates containing 14,817 tonnes of copper, 25,814 of sulfur, 232 kg of gold and 15,142kg of silver, and 607,150 tonnes of sulfur concentrate (equivalent to standard sulphuric concentrate of 703,542 tonnes) per annum	Under construction, no earnings realised yet	Yes
Technology renovation project for conversion of the open-pit to underground mining of Yongping Copper Mine	37,852	No	9,144	Extend the existing production scale of the mine by about 8 years	Under construction, no earnings realised yet	Yes

Technology renovation of open-pit mining of the Fujiawu Copper Mine	30,056	No	17,410	Extend the service life of Dexing Copper Mine	Under construction, no earnings realised yet	Yes
Utilization of the heat recovered from smelting process	27,261	No	26,620	Steam load in engineering boiler Utilization plant will be decreased and off-gas, dust and sulfur dioxide will also be decreased. Accordingly, atmospheric environment in the plant area will be improved to certain extent, thus enhancing social benefit.	Under construction, no earnings realised yet	Yes
Expansion project for anode mud treatment and comprehensive utilization	19,427	No	5,078	Increase the production of gold and silver	Under construction, no earnings realised yet	Yes
Expansion of copper recovering from slag	18,953	No	13,306	Increase the rate of copper recovery smelting process by nearly 1% and another 2,000 tonnes of copper can be recovered from slag per annum	Under construction, no earnings realised yet	Yes
Technology renovation project for expansion of the processing capacity of Wushan Copper Mine to 5,000 tonnes per day	12,024	No	8,835	Produce copper concentrates containing 12,800 tonnes of copper, 171,000 tonnes of sulfur, 218kg of gold and 7,512kg of silver per annum upon completion	Under construction, no earnings realised yet	Yes
Supplemental working capital	22,567	No	22,567	Can be allocated flexibly with working capital	—	Yes
Subscription of non-public issue of 57,039,479 ordinary A shares of the Company by non-cash assets amounting to RMB1,785.34 million	178,534	No	178,534	Increase resource reserves of the Company and perfect the industrial chain of the Company	Increase copper reserves by 1,530,000 tonnes and gold by 62 tonnes	Yes

1) Expansion project of Chengmenshan Copper Mine Phase II

The Company intends to invest a total of RMB498 million in the project, all of which will be raised by proceeds of the non-public issue of A Shares. During the reporting period, the actual investment by proceeds amounted to RMB32.14 million. As at the end of the reporting period, the aggregate investment of the project amounted to RMB44.81 million, representing 9.00% of the planned investment for the project.

2) Technology renovation project for conversion of the open-pit to underground mining of Yongping Copper Mine

The Company intends to invest a total of RMB387.54 million in the project, of which RMB378.52 million will be financed through non-public issue of A shares. During the reporting period, RMB40.65 million was invested by proceeds of the non-public issue of A Shares and RMB11.72 million was invested by self-funding. As at the end of the reporting period, the aggregate investment of the project amounted to RMB103.16 million, representing 26.62% of the planned investment for the project.

3) Technology renovation of open-pit mining of the Fujiawu Copper Mine

The Company intends to invest a total of RMB1,052.54 million in the project, of which RMB300.56 million will be financed through non-public issue of A shares and RMB570.98 million will be invested by self-funding. During the reporting period, RMB22.04 million was invested by proceeds. As at the end of the reporting period, the aggregate investment of the project amounted to RMB820.51 million, representing 77.96% of the total planned investment for the project.

4) Utilization of the heat recovered from smelting process

The Company intends to invest a total of RMB272.61 million in the project, all of which will be raised by proceeds of the non-public issue of A Shares. During the reporting period, the actual investment by proceeds amounted to RMB16.09 million. As at the end of the reporting period, the aggregate investment of the project amounted to RMB266.20 million, representing 97.65% of the planned investment for the project.

5) Expansion project for anode mud treatment and comprehensive utilization

The Company intends to invest a total of RMB195.74 million in the project, of which RMB194.27million will be financed through previously raised proceeds and RMB1.47 million will be invested by self-funding. During the reporting period, the actual investment by proceeds amounted to RMB26.46 million. As at the end of the reporting period, the aggregate investment of the project amounted to RMB50.78 million, representing 25.94% of the planned investment for the project.

6) Expansion of copper recovering from slag

The Company intends to invest a total of RMB212.14 million in the project, of which RMB189.53 million will be financed through previously raised proceeds and RMB22.61 million will be invested by self-funding. During the reporting period, the actual investment by proceeds amounted to RMB14.87 million and RMB13.38 million was invested by self-funding. As at the end of the reporting period, the aggregate investment of the project amounted to RMB146.44 million, representing 69.03% of the planned investment for the project.

7) Technology renovation project for expansion of the processing capacity of Wushan Copper Mine to 5,000 tonnes per day

The Company intends to invest a total of RMB257.32 million in the project, of which RMB120.24 million will be financed through previously raised proceeds and RMB137.08 million will be invested by self-funding. During the reporting period, RMB22.19 million was invested by proceeds and RMB2.77 million was invested by self-funding. As at the end of the reporting period, the aggregate investment of the project amounted to RMB220.27 million, representing 85.60% of the planned investment for the project.

3. Progress of projects financed by non-raised proceeds

1) Arsenious acid Project Expansion

The Company intends to invest a total of RMB113 million in the project. During the reporting period, the actual investment in the project amounted to RMB9.31 million. As at the end of the reporting period, the aggregate investment of the project amounted to RMB82.66 million, representing 73.15% of the planned investment for the project.

2) Expansion Project of Guixi Smelter's Tankhouse

The Company intends to invest a total of RMB294.79 million in the project. During the reporting period, the actual investment in the project amounted to RMB43.99 million. As at the end of the reporting period, the aggregate investment of the project amounted to RMB53.79 million, representing 18.25% of the planned investment for the project. Upon the completion of the project, the average volume of production of refined copper cathode can hit 160,000 tonnes per annum.

3) Technical renovation engineering of enlarging production scale of Dexing Copper Mine

The Company intends to invest a total of RMB2,537.87 million in the project. During the reporting period, the actual investment in the project amounted to RMB51.48 million. As at the end of the reporting period, the aggregate investment in the project amounted to RMB65.77 million, representing 2.59% of the planned investment. Upon completion of the construction of the project, there will be an upscale of daily mining and milling capacity of Dexing Copper Mine from 100,000 tonnes of ores to 130,000 tonnes. Additional copper concentrates containing 41,000 tonnes of copper, 61kg of gold, 25.3 tonnes of silver, 1,614 tonnes of molybdenum and 87,597 tonnes of sulphur will be delivered per annum. The completion of the project will enhance the self-supply rate of the Company which boosts investment efficiencies.

(3) Prospect for the second half of the year

It is estimated that, it is basically difficult for the global economic growth to pick up its momentum in the second half of the year, which will suppress the demand for copper. The US dollars that keeps slumping may rebound from time to time, which may lead to a correction of the copper price. However, in view of the shortage of copper concentrates supply around the world and the downgrade of copper concentrates, the copper price for the second half of the year will linger high.

During the second half of the year, the Company will endeavor to complete the follow tasks:

1) Speed up the implementation of resources development strategy

The Company strives to further the progress of the construction of overseas resource projects such as the Aynak Copper Mine project in Afghanistan and NPC and to accelerate the Company's expansion of the existing mine, mainly including technical renovation engineering of enlarging production scale of Dexing Copper Mine, extension of Open-pitting Mining project of Yongping Copper Mine and Expansion project of Chengmenshan Copper Mine Phase II. The Company will also enhance the exploration of resources and risk exploration. In addition, the Company is also seeking the possibility of ensuring supply of resources by other methods.

2) Implement the proposal of "Issue of bonds with warrants in an amount of not more than RMB6,800 million" (the "Proposed Issuance")

On 28 July 2008, the Proposed Issuance was conditionally approved by the Public Offering Review Committee of CSRC (中國證監會發行審核委員會). The Company will strive to complete this proposed before the year end to extend and optimize the industry chain of the Company and reduce the connected transactions between the Company and, its controlling shareholder, JCC.

3) **Actively utilize cycle economy for the Company's sustainable development and promote the energy saving and emission reduction**

The Company will focus on three major tasks, including comprehensive recycling and utilization of resources, environmental protection and rehabilitation as well as saving energy and reduction of consumption, the Company will strive to develop recurring economy, reduce the generation and emission of "three wastes". The Company will eliminate outdated production equipment and work craft whilst enhancing the effectiveness of energy utilization through technical renovation.

4) **Adhere to the promotion of corporate reform**

In an effort to optimise management and explore a more effective incentive and control system, the Company will streamline the business portfolio, accelerate the innovation system and promote reform of organization structure with the Proposed Issuance.

VI. MANAGEMENT DISCUSSION AND ANALYSIS

The following figures are extracted from the unaudited consolidated accounting statements prepared in accordance with PRC GAAP.

1. Principal Operations by industry

By industry	Operating revenue *RMB'000*	Operating cost *RMB'000*	Gross profit margin *(%)*	Increase/ (decrease) in operating income from the same period last year *(%)*	Increase/ (decrease) in operating cost from the same period last year *(%)*	Increase/ (decrease) in gross profit margin from the same period last year *(%)*
Revenue from principal operation:						
— Non-ferrous metals (copper cathode and tolling)	13,363,949	12,367,490	7.46	78.21	95.40	(8.14)
— Copper products processing (copper rods and wires and tolling)	9,507,784	8,594,628	9.60	24.24	29.93	(3.96)
— Precious metals (gold and silver)	2,092,520	1,303,880	37.69	16.51	1.60	9.15
— Chemical and others (sulphuric acid, sulphuric concentrate and recycled products)	1,658,170	366,919	77.87	521.05	118.96	40.63
Subtotal	26,622,423	22,632,917	14.99	54.65	57.23	(1.40)
Other operating revenue	208,393	197,744	5.11	132.88	132.60	0.11
Total	26,830,816	22,830,661	14.91	55.05	57.67	(1.41)

Among which the connected transactions relating to sales of products and provision of services by the Company to the controlling shareholder and its subsidiaries during the reporting period amounted to RMB2,624.74 million.

Non-ferrous Metals (mainly including copper cathode products and tolling service of copper cathode):

During the reporting period, the Group's sales of copper cathode and tolling service were 229,100 tonnes. The revenue of non-ferrous metals accounted for 49.81% of total operating revenue of the Group. But since copper tolling service fee decreased comparing to the same period last year, the surged cost of outsourced raw material in this period, the increased proportion of outsourced raw materials and relative higher cost of surged power, materials and equipments, the gross profit margin of non-ferrous metals dropped during the reporting period accordingly. During the reporting period, gross profit from non-ferrous metals accounted for 24.91% of total gross profit of the Group.

Copper products processing (mainly including copper rods and wires products and tolling service of copper rods and wires):

During the reporting period, the Group's sales of copper rods and wires products and tolling service were 171,800 tonnes. The revenue of copper products processing accounted for 35.44% of total operating revenue of the Group. But since the surged cost of outsourced raw material in this period, the increased proportion of outsourced raw materials and relative higher cost of surged power, materials and equipments, the gross profit margin of copper products processing dropped during the reporting period accordingly. During the reporting period, gross profit from copper products processing accounted for 22.83% of total gross profit of the Group.

Precious metals (mainly including gold and silver products):

During the reporting period, the Group's sales of gold and silver were 6,772 kg and 173,103 kg respectively. The revenue of precious metals accounted for 7.80% of total operating revenue of the Group. Due to the increase of selling price of gold and silver in the reporting period, the gross profit margin of precious metals increased accordingly. During the reporting period, gross profit of precious metals accounted for 19.72% of total gross profit of the Group.

Chemical products and others (mainly including sulphuric acid, sulphuric concentrate and recycled products):

During the reporting period, the Group's sales of sulphuric acid and sulphuric concentrates were 105.67 tonnes and 56.56 tonnes respectively. The revenue of chemical products and others accounted for 6.18% of total operating revenue of the Group. With the substantial surge in the selling price of sulphuric acid and sulphuric concentrates products, the gross profit margin of chemical products increased significantly as compared with that of the corresponding period of last year. During the reporting period, gross profit of chemical products and others accounted for 32.28% of total gross profit of the Group.

2. Principal operations by geographical areas

Unit: RMB'000 Currency: RMB

Geographical areas	**Revenue from principal operation** *RMB'000*	**Increase/ (decrease) in revenue from principal operation from the same period last year** *(%)*
Mainland China	25,535,467	52.76
Hong Kong	1,084,393	147.31
New Zealand	2,116	25.72
Others	447	(99.24)
Total	26,622,423	54.65

3. Financial position

As at the end of the reporting period, the total asset of the Group amounted to RMB31,767.70 million, representing an increase of RMB1,712.89 million or an increase of 5.70% over the beginning of the reporting period, in which (i) the balance of cash and cash equivalents amounted to RMB3,465.72 million , representing an increase of RMB712.62 million or an increase of 25.88% as compared with the beginning of the period, was mainly due to the surge of net cash inflow from operating activities due to the growth of 55.05% in revenue during the reporting period comparing to the same period last year; (ii) the balance of notes receivables and accounts receivables which amounted to RMB3,280.28 million and RMB1,942.49 million, respectively, representing an increase of RMB455.98 million and RMB238.60 million or an increase of 16.15% and 14.00% over the beginning of the period mainly due to the growth in revenue during the reporting period; and (iii) the balance of construction in progress of RMB1,596.95 million which increased by RMB360.35 million or 29.14% over the beginning of the period, mainly due to the addition of large construction projects under the previous capital commitment and the further investment in on-going projects during the reporting period.

As at the end of the reporting period, the total liabilities of the Group amounted to RMB11,653.48 million, which have not changed significantly from the beginning of the period, in which: the bank borrowings due within one year amounted to RMB7,416.74 million, representing a decrease of RMB99.87 million or 1.33% from the beginning of the period; the bank borrowings due above one year amounted to RMB329 million, representing a decrease of RMB73.05 million or 18.17% from the beginning of the period.

As at the end of the reporting period, shareholders' equity of the Group amounted to RMB20,114.22 million, representing an increase of RMB1,731.68 million or 9.42% over the beginning of the period. Gearing ratio was 36.68%, representing a decrease of 2.16 percentage points from the beginning of the reporting period. Capital-liabilities ratio (liabilities divided by shareholders' equity) was 57.94%.

4. Cash flow from operating activities

The Group's net cash inflow from operating activities for the reporting period amounted to RMB1,884.75 million, representing an increase of RMB2,460.21 million over the same period of last year. The amount increase in cash flow significantly mainly because: (i) as the Group estimated price increase of copper, it increased the purchase volume and remained more raw material at the end of previous period of last year. While, the purchase and usage of raw material is stable during the reporting period, which resulted in an increase of cash inflow from operating activities; (ii) the operating revenue of the Group increased 55.05% during the reporting period over the same period of last year.

As at the end of reporting period, the balance of cash and cash equivalents of the Group was RMB3,465.72 million, representing an increase of RMB712.62 million over the beginning of the period.

VII. SIGNIFICANT EVENTS

(1) Implementation of profit distribution plan during the reporting period

The Company's profit distribution plan for 2007 was to distribute a dividend of RMB3 (tax inclusive for A shares) for every ten shares to all shareholders. The profit distribution plan was considered and approved at the annual general meeting of the Company held on 6 June 2008. On 27 June 2008 and 1 July 2008, the Company distributed RMB0.30 (tax inclusive for A shares) per share in cash to the holders of H shares whose names appeared on the Company's register of members of H shares on 12 May 2008 and holders of A shares whose names appeared on the Company's register of members of A shares on 20 June 2008, respectively.

(2) Interim dividend

The Board does not recommend the payment of interim dividends for the six months ended 30 June 2008. No interim dividends were distributed by the Company in the corresponding period of last year.

(3) Appointment and termination of appointment of the auditors

During the reporting period, the Company did not change the auditors. The Company appointed Ernst & Young Hua Ming and Ernst & Young Certified Public Accountants as the domestic and international auditors respectively.

(4) Audit Committee

The Company has convened Audit Committee meeting in which the unaudited interim condensed consolidated financial statements and the interim report for the six months ended 30 June 2008 were considered and approved.

(5) Code on corporate governance practices

The Company is committed to maintaining and establishing high level of corporate governance. The Company has not employed a Qualified Accountant as senior management of the Company pursuant to Rule 3.24 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). As at the end of the reporting period, the Company has not finalized any employment terms with any candidate. The Company is actively seeking a suitable candidate to act as the Qualified Accountant.

Save as disclosed, the Company has complied with the code provisions of the Code of Corporate Governance Practice as set out in Appendix 14 to the Listing Rules.

(6) Model Code for Securities Transactions by Directors

During the reporting period, the Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 to the Listing Rules. Having made specific enquiries to all Directors and Supervisors, the Company confirms that all the Directors and Supervisors of the Company have complied with the requirements of the Model Code during the reporting period.

(7) Purchase, disposal and repurchase of the Company's listed securities

During the six months ended 30 June 2008, the Company did not repurchase any of its shares. Neither the Company nor any of its subsidiaries purchased or disposed of any shares of the Company during the six months ended 30 June 2008.

(8) Detailed results announcement

The interim report for 2008 containing all the information required by Appendix 16 to the Listing Rules will be dispatched to shareholders and published on the website of the Stock Exchange (http://www.hkex.com.hk) in due course.

VIII. UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH IFRS

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2008

		For the six months ended 30 June	
		2008	2007
		(Unaudited)	(Unaudited and restated)
	Notes	***RMB'000***	*RMB'000*
REVENUE	4	**26,714,084**	17,274,073
Cost of sales		**(22,847,020)**	(14,428,530)
Gross profit		**3,867,064**	2,845,543
Other income and gains	5	**411,748**	76,525
Selling and distribution costs		**(85,323)**	(68,610)
Administrative expenses		**(298,579)**	(213,441)
Other expenses		**(38,783)**	(36,244)
Finance costs		**(177,372)**	(93,415)
Share of profits and losses of:			
A jointly-controlled entity		**(173)**	—
Associates		**(9,891)**	1,737
PROFIT BEFORE TAX		**3,668,691**	2,512,095
Income tax expense	6	**(894,421)**	(374,633)
PROFIT FOR THE PERIOD		**2,774,270**	2,137,462

Attributable to:			
Equity holders of the company		**2,766,987**	2,096,518
Minority interests		**7,283**	40,944
		2,774,270	2,137,462
DIVIDENDS	7	**906,850**	1,158,015
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY			
— Basic	8	**RMB 0.92**	RMB 0.72

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

AT 30 JUNE 2008

	Notes	**30 June 2008 (Unaudited)** *RMB'000*	31 December 2007 (Audited) *RMB'000*
NON-CURRENT ASSETS			
Property, plant and equipment	9	**11,182,880**	10,664,343
Prepaid land lease payments		**196,307**	193,386
Intangible assets		**428,586**	454,840
Exploration rights		**41,880**	—
Interest in a jointly-controlled entity		**13,613**	13,786
Interests in associates		**572,682**	634,973
Available-for-sale investments		**292,000**	290,000
Deferred tax assets	10	**52,506**	75,348
Total non-current assets		**12,780,454**	12,326,676
CURRENT ASSETS			
Inventories		**8,977,984**	8,939,919
Trade and bills receivables	11	**5,222,763**	4,528,176
Prepayments, deposits and other receivables		**1,412,846**	1,617,617
Derivative financial instruments	12	**23,513**	54,704
Cash and cash equivalents	13	**3,465,716**	2,753,091
Total current assets		**19,102,822**	17,893,507
Total assets		**31,883,276**	30,220,183

CURRENT LIABILITIES			
Trade and bills payables	14	**1,187,130**	1,944,705
Other payables and accruals		**1,813,472**	1,243,437
Derivative financial instruments	12	**55,280**	—
Interest-bearing bank and other borrowings	15	**7,416,736**	7,516,603
Dividends payable		**1,784**	3,228
Income tax payable		**759,571**	532,617
Total current liabilities		**11,233,973**	11,240,590
NET CURRENT ASSETS		**7,868,849**	6,652,917
TOTAL ASSETS LESS CURRENT LIABILITIES		**20,649,303**	18,979,593
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings	15	**329,000**	402,046
Deferred income — Government grants	16	**92,845**	96,287
Deferred tax liabilities	10	**5,449**	5,779
Provision for rehabilitation	17	**79,718**	48,224
Other long term payables	18	**28,066**	32,445
Total non-current liabilities		**535,078**	584,781
Net assets		**20,114,225**	18,394,812

EQUITY

EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY			
Share capital	19	**3,022,834**	3,022,834
Reserves	20	**16,855,655**	14,220,975
Proposed dividend	7	**—**	906,850
		19,878,489	18,150,659
Minority interests		**235,736**	244,153
Total equity		**20,114,225**	18,394,812

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2008

	Attributable to equity holders of the Company												
	Share capital	**Share premium**	**Capital reserve**	**Other reserves**	**Statutory surplus reserve**	**Discretionary surplus reserve**	**Retained earnings**	**Exchange fluctuation reserve**	**Hedging earnings/ (losses)**	**Proposed dividend**	**Total**	**Minority interests**	**Total equity**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
	(note 19)	*(note 20)*	*(note 20)*	*(note 20)*	*(note 20)*	*(note 20)*	*(note 20)*	*(note 20)*	*(note 20)*				
At 1 January 2008 (audited)	3,022,834	4,585,536	65,175	(92,506)	1,693,056	3,470,497	4,480,713	(4,092)	22,596	906,850	18,150,659	244,153	18,394,812
Profit for the period	—	—	—	—	—	—	2,766,987	—	—	—	2,766,987	7,283	2,774,270
Exchange difference arising on translation of operations in Hong Kong	—	—	—	—	—	—	—	(2,032)	—	—	(2,032)	(1,663)	(3,695)
Decrease in fair value of cash flow hedges	—	—	—	—	—	—	—	—	(48,624)	—	(48,624)	—	(48,624)
Transfer to profit and loss on cashflow hedges	—	—	—	—	—	—	—	—	(29,252)	—	(29,252)	—	(29,252)
Share of exchange fluctuation reserves of the associate	—	—	—	—	—	—	—	(52,399)	—	—	(52,399)	—	(52,399)
Dividends paid to minority shareholders	—	—	—	—	—	—	—	—	—	—	—	(14,037)	(14,037)
2007 final dividends declared	—	—	—	—	—	—	—	—	—	(906,850)	(906,850)	—	(906,850)
At 30 June 2008 (Unaudited)	3,022,834	4,585,536	65,175	(92,506)	1,693,056	3,470,497	7,247,700	(58,523)	(55,280)	—	19,878,489	235,736	20,114,225

	Attributable to equity holders of the Company												
	Share capital	**Share premium**	**Capital reserve**	**Other reserves**	**Statutory surplus reserve**	**Discretionary surplus reserve**	**Retained earnings**	**Exchange fluctuation reserve**	**Hedging earnings**	**Proposed dividend**	**Total**	**Minority interests**	**Total equity**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2007 (audited)													
As previously reported	2,895,038	1,945,551	70,546	(92,506)	1,307,273	2,313,617	2,873,156	(1,740)	38,746	1,158,015	12,507,696	415,331	12,923,027
Effect of business combination under common control	—	—	366,414	—	156	—	930	—	—	—	367,500	—	367,500
As restated	2,895,038	1,945,551	436,960	(92,506)	1,307,429	2,313,617	2,874,086	(1,740)	38,746	1,158,015	12,875,196	415,331	13,290,527
Profit for the period	—	—	—	—	—	—	2,096,518	—	—	—	2,096,518	40,944	2,137,462
Exchange difference arising on translation of operations in Hong Kong	—	—	—	—	—	—	—	(986)	—	—	(986)	(807)	(1,793)
Decrease in fair value of cash flow hedges	—	—	—	—	—	—	—	—	(43,216)	—	(43,216)	—	(43,216)
Transfer to profit and loss on cash flow hedges	—	—	—	—	—	—	—	—	4,602	—	4,602	—	4,602
Effect of business combination under common control	—	—	(8,747)	—	—	—	—	—	—	—	(8,747)	—	(8,747)
Dividends paid by acquirees of business combination under common control before the acquisition date	—	—	—	—	—	—	(60,470)	—	—	—	(60,470)	—	(60,470)
Dividends paid to minority shareholders	—	—	—	—	—	—	—	—	—	—	—	(8,741)	(8,741)
2006 final dividends declared	—	—	—	—	—	—	—	—	—	(1,158,015)	(1,158,015)	—	(1,158,015)
At 30 June 2007 (Unaudited)	2,895,038	1,945,551	428,213	(92,506)	1,307,429	2,313,617	4,910,134	(2,726)	132	—	13,704,882	446,727	14,151,609

INTERIM CONDENSED CONSOLIDATED CASH FLOW STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2008

	For the six months ended 30 June	
	2008	2007
	(Unaudited)	(Unaudited and restated)
	RMB'000	*RMB'000*
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	**3,668,691**	2,512,095
Adjustments for:		
Finance costs	**177,372**	93,415
Foreign exchange gains arising from borrowings	**(130,903)**	(105)
Share of losses/(profits) of		
A jointly-controlled entity	**173**	—
Associates	**9,891**	(1,737)
Interest income	**(18,946)**	(7,391)
Loss on disposal of items of property, plant and equipment	**5,754**	7,930
Fair value losses, net:		
Derivative instruments — transactions not qualifying as hedges	**8,594**	12,175
Dividend income from available-for-sale investments	**(5,259)**	—
Provision for impairment of trade and other receivables	**1,012**	12,987
Depreciation of items of property, plant and equipment	**341,064**	265,001
Amortisation of prepaid land lease payments	**1,605**	305
Amortisation of intangible assets	**27,720**	7,793
Deferred income released to income statement	**(3,442)**	(3,252)
	4,083,326	2,899,216

Increase in inventories	**(38,065)**	(1,820,884)
Increase in trade and other receivables	**(876,275)**	(1,318,043)
(Decrease)/increase in trade and other payables	**(658,228)**	29,866
Cash generated from (used in) operations	**2,510,758**	(209,845)
Income tax paid	**(644,955)**	(377,363)
Net cash inflow/(outflow) from operating activities	**1,865,803**	(587,208)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	**18,946**	7,391
Purchases of items of property, plant and equipment	**(360,107)**	(1,232,765)
Additions to prepaid land lease payments	**(3,701)**	—
Additions to exploration rights	**(25,000)**	—
Additions to intangible assets	**(1,466)**	—
Proceeds from disposal of items of property, plant and equipment	**16,738**	770
Acquisition of available-for-sale investments	**(2,000)**	—
Dividend income received from available-for-sale investments	**5,259**	—
Purchases of shareholding in associates	**—**	(36,000)
Net cash outflow from investing activities	**(351,331)**	(1,260,604)

CASH FLOWS FROM FINANCING ACTIVITIES		
New bank loans	**8,179,600**	4,295,565
Repayment of bank loans	**(8,221,610)**	(2,320,609)
Interest paid	**(218,433)**	(83,439)
Dividends paid	**(523,672)**	—
Dividends paid to minority shareholders	**(14,037)**	—
Net cash (outflow)/inflow from financing activities	**(798,152)**	1,891,517
NET INCREASE IN CASH AND CASH EQUIVALENTS	**716,320**	43,705
Cash and cash equivalents at beginning of period	**2,753,091**	1,021,495
Effect of foreign exchange rate changes, net	**(3,695)**	(105)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	**3,465,716**	1,065,095

1. CORPORATE INFORMATION

The Company is a Sino-foreign joint venture joint stock limited company established in the People's Republic of China (the "PRC") on 24 January 1997. The registered office of the Company is located at 15 Yejin Avenue, Guixi City, Jiangxi, PRC. In the opinion of the directors, its parent and ultimate holding company is Jiangxi Copper Corporation ("JCC"), which is incorporated in the PRC.

The Company's H Shares are listed on The Stock Exchange of Hong Kong Limited and the London Stock Exchange Limited. The Company's A Shares are listed on the Shanghai Stock Exchange.

The Company is an integrated producer of copper and related products in the PRC. Its operations consist of copper mining, milling, smelting and refining for the production of copper cathodes, copper rods and wires and other related products, including pyrite concentrates, sulphuric acid and electrolytic gold and silver. It also provides smelting and refining services pursuant to tolling arrangements for customers.

2. BUSINESS COMBINATION INVOLVING ENTITIES UNDER COMMON CONTROL, ACQUISITION OF MINORITY INTERESTS AND BASIS OF PRESENTATION

In 2007, the Company acquired the following interests and businesses from JCC (the "Acquisition").

— a 40% equity interest in Jiangxi Copper Alloy Materials Company Limited ("JCAC");

— a 40% equity interest in Jiangxi Copper Products Company Limited ("JCPC");

— 100% equity interests in both Jiangxi Copper Corporation Chemical Company Limited ("Detong Chemical") and Jiangxi Copper Corporation Dexing Transportation Company Limited ("Detong Transportation"); and

— the operating assets and liabilities, and the related business of the Chengmenshan Copper Mine ("Chengmenshan mine")

The Acquisition was satisfied by the Company's issue of 57,039,479 A shares of RMB1 each at a price of approximately RMB31.30 per share (RMB1,785 million) and RMB52 million settled in cash, representing a total consideration of RMB1,837 million. The Acquisition was completed on 27 September 2007.

The Company held 60% equity interests in JCAC and JCPC before the Acquisition. Hence, the above acquisition of the remaining 40% equity interests of JCAC and JCPC was accounted for as an acquisition of minority interests.

The Company, Detong Chemical, Detong Transportation and Chenmenshen mine (the "combining entities") were under the common control of JCC, before and after the Acquisition. The financial statements of the Group have been prepared based on the principles of merger accounting as if the business combination under common control had occurred from the date when the combining entities first came under the control of JCC.

The operating results previously reported by the Group for the six months ended 30 June 2007 have been restated to include the operating results of the acquired companies and business as set out below:

	The Group (as previously reported)	**Acquired companies and business under common control**	**Total**	**Consolidation adjustment**	**The Group (as restated)**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Operating profit:					
Revenue	17,298,422	186,644	17,485,066	(210,993)	17,274,073
Profit before tax	2,417,361	94,069	2,511,430	665	2,512,095
Profit for the period	2,072,642	64,322	2,136,964	498	2,137,462

3. BASIS OF PREPARATION AND ACCOUNTING POLICIES

3.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six months ended 30 June 2008 have been prepared in accordance with International Accounting Standards 34 "Interim Financial Reporting" and applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2007.

3.2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in preparation of the Group's annual financial statements for the year ended 31 December 2007, except for the new accounting policy related to new transactions and the adoption of new standards and interpretations, noted below:

IFRS 2 — *Share based compensation*

The Group operates a cash-settled, share-based compensation plan. The fair value of the employee services received in exchange for the grant of share appreciation rights is recognised as expense. The employees are entitled to a future cash payment, based on the increase in the Company's H Share price from a specified level over a specified period of time.

The total amount to be expensed over the vesting period is determined by reference to the fair value of the share appreciation rights, by applying an option pricing models, taking into account the terms and condition on which the share appreciation rights were granted, and the extent to which the employees have rendered service to date.

At each balance sheet date, the Group measures the services acquired and the liability incurred at the fair value of the liabilities. The fair value of the liabilities are re-measured at each balance sheet date and at the date of settlement, with any changes in fair value, if any, recognised in the consolidated income statement over the vesting period or for the year, where appropriate.

IFRIC 11 IFRS 2 — *Group and Treasury Share Transactions*

This interpretation requires arrangements whereby an employee is granted rights to the Group's equity instruments, to be accounted for as an equity-settled scheme, even if the Group acquires the instruments from another party, or the shareholders provide the equity instruments needed. IFRIC 11 also addresses the accounting for share-based payment transactions involving two or more entities within the Group. The adoption of this interpretation did not have effect on the financial position or performance of the Group.

IFRIC 12 — *Service Concession Arrangements*

This interpretation requires an operator under public-to-private service concession arrangements to recognise the consideration received or receivable in exchange for the construction services as a financial asset and/or an intangible asset, based on the terms of the contractual arrangements.

IFRIC 12 also addresses how an operator shall apply existing IFRSs to account for the obligations and the rights arising from service concession arrangements by which a government or a public sector entity grants a contract for the construction of infrastructure used to provide public services and/or for the supply of public services. As the Group currently has no such arrangements, the interpretation is unlikely to have any financial impact on the Group.

IFRIC-Int 14 IAS 19 — *The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*

This interpretation addresses the limit under IAS 19 Employee Benefits, on the amount of a refund or a reduction in future contributions in relation to a defined benefit scheme that can be recognised as an asset, in particular, when a minimum funding requirement exists. As the Group currently has no defined benefit scheme, IFRIC-Int 14 is not applicable to the Group and therefore is unlikely to have any financial impact on the Group.

The Group has not applied the following new and revised IFRSs, that have been issued but are not yet effective, in these financial statements.

IFRS 2 Amendments	*IFRS 2 Share-based Payment-Vesting Conditions and Cancellations* [1]
IFRS 3 (Revised)	*Business Combinations* [3]
IFRS 8	*Operating Segments* [1]
IAS 1 (Revised)	*Presentation of Financial Statements* [1]
IAS 23 (Revised)	*Borrowing Costs* [1]
IAS 27 (Revised)	*Consolidated and Separate Financial Statements* [3]
IAS 28 (Revised)	*Investments in Associates* [3]
IAS 31 (Revised)	*Interests in Joint Ventures* [3]
IFRIC 13	*Customer Loyalty Programmes* [2]
IAS 32 and IAS 1(Revised)	*Puttable Financial Instruments and Obligations Arising on Liquidation* [1]

1 Effective for annual periods beginning on or after 1 January 2009

2 Effective for annual periods beginning on or after 1 July 2008

3 Effective for annual periods beginning on or after 1 July 2009

IFRS 2 Amendments clarifies the definition of "vesting condition", introduces the term "non-vesting condition" for conditions other than vesting conditions; and prescribes the accounting treatment of an award that is effectively cancelled because a non-vesting condition is not satisfied. Previously, IFRS 2 dealt only with situations where an entity cancels an award.

IFRS 3 (Revised) provides the option to measure non-controlling interests at their fair value. Other key changes include: all contingent considerations will be measured at fair value at the date of acquisition, and subsequent changes will no longer result in a change to goodwill; acquisition related costs will be expensed through the income statement at the time the services are received; the acquirer will reassess all assets and liabilities acquired to determine their classification or designation as required by other standards; contingent liabilities only reflect those that represent obligations arising from past events; if the acquirer reacquires a right that it had previously granted to an acquiree, the right will be recognised as an identifiable intangible asset, separately from goodwill; gains or losses from measuring initial equity holdings in step acquisitions at fair value will be recognised. Applying the new requirements will mean, in many cases, that either goodwill will be lower or that the reported results of the Group will become more volatile both in the year of acquisition and subsequently.

IFRS 8, which will replace IAS 14 Segment Reporting, specifies how an entity should report information about its operating segments, based on information about the components of the entity that is available to the chief operating decision maker for the purposes of allocating resources to the segments and assessing their performance. The standard also requires the disclosure of information about the products and services provided by the segments, the geographical areas in which the Group operates, and revenue from the Group's major customers. The Group expects to adopt IFRS 8 from 1 January 2009.

IAS 1 (Revised) separates owner and non-owner changes in equity. The statement of changes in equity will include only details of transactions with owners, with all non-owner changes in equity presented as a single line. In addition, the standard introduces the statement of comprehensive income: it presents all items of income and expense recognised in profit or loss, together with all other items of recognised income and expense, either in one single statement, or in two linked statements. The Company is still evaluating whether it will have one or two statements.

IAS 23 has been revised to require capitalisation of borrowing costs when such costs are directly attributable to the acquisition, construction or production of a qualifying asset. As the Group's current policy for borrowing costs aligns with the requirements of the revised standard, the revised standard is unlikely to have any financial impact on the Group.

IAS 27 requires that change in the ownership interest of a subsidiary (that does not result in loss of control) will be accounted for as an equity transaction and will have no impact on goodwill nor will it give rise to a gain or loss; losses incurred by a subsidiary will be allocated between the controlling and non-controlling interests, even if the losses exceed the non-controlling equity investment in the subsidiary. The excess losses will no longer be shown in the parent's consolidated financial statements as part of the parent's own equity; on loss of control of a subsidiary, any retained interest will be remeasured to fair value and will impact the gain or loss recognised on disposal.

IAS 28 has been revised to require disclosures when investments in associates are accounted for at fair value through profit or loss. It provides clarification of disclosures required for investments in associates accounted for at fair value in accordance with IAS 39 (i.e. only certain of IAS 28's disclosures are required in addition to those required by IFRS 7). In addition, it has been revised to provide clarification that an investment in an associate is treated as a single asset for impairment testing. Therefore, an impairment loss recorded by an investor after applying the equity method is not allocated against any goodwill included in the equity accounted investment balance. Such an impairment loss should be reversed in a subsequent period to the extent that the recoverable amount of the associate increases.

IAS 31 has been revised to require disclosures when interests in jointly controlled entities are accounted for at fair value through profit or loss. It provides clarification of disclosures required for interests in jointly controlled entities accounted for at fair value in accordance with IAS 39 (i.e. only certain of IAS 31's disclosures are required in addition to those required by IFRS 7).

IFRIC 13 requires that loyalty award credits granted to customers as part of a sales transaction are accounted for as a separate component of the sales transaction. The consideration received in the sales transaction is allocated between the loyalty award credits and the other components of the sale. The amount allocated to the loyalty award credits is determined by reference to their fair value and is deferred until the awards are redeemed or the liability is otherwise extinguished.

IAS 32 (Revised) and IAS 1 (Revised) allows a limited scope exception for puttable financial instruments to be classified as equity if they fulfill a number of specified criteria.

The Group is in the process of making an assessment of the impact of these new and revised IFRSs upon initial application. So far, it has concluded that while the adoption of IFRS 8 may result in new or amended disclosures, these new and revised IFRSs are unlikely to have a significant impact on the Group's results of operations and financial position.

4. REVENUE AND SEGMENT INFORMATION

Revenue, which is also the Group's turnover, represents the net invoiced value of goods sold, after allowances for returns and trade discounts; and the value of services rendered, less sales taxes, for the six months ended 30 June. All significant transactions within the Group have been eliminated.

An analysis of the Group's revenue, by goods and services categories, is as follows:

	For the six months ended 30 June	
	2008	2007
	(Unaudited)	(Unaudited and restated)
	RMB'000	*RMB'000*
Sales of goods		
— copper cathodes	**13,288,725**	7,448,641
— copper rods and wires	**9,449,877**	7,639,564
— other joint products and by-products	**3,941,858**	2,148,657
Tolling services	**33,624**	37,211
	26,714,084	17,274,073

The Group's revenue and profit for the six months ended 30 June are almost entirely derived from the production and sale of copper cathodes, copper rods and wires and other related products. The directors consider that these activities constitute one single business segment since the products are related and are subject to common risks and returns.

Over 90% of the Group's revenue is derived from Mainland China. All of the production facilities of the Group are located in Mainland China. Therefore, no business and geographical segments are presented.

5. OTHER INCOME AND GAINS

	For the six months ended 30 June	
	2008	2007
	(Unaudited)	(Unaudited and restated)
	RMB'000	*RMB'000*
Net gains of derivative financial instruments *(note)*	**250,624**	63,015
— Net Gains of the settled forward contracts	**256,378**	63,015
— Net losses of fair value changes of outstanding forward contracts	**(5,754)**	—
Foreign exchange gain, net	**130,903**	105
Interest income	**18,946**	7,391
Deferred income released to income statement *(note 16)*	**3,442**	3,252
Dividend income from available-for-sale investments	**5,259**	—
Others	**2,574**	2,762
	411,748	76,525

Note: This item relates to fair value changes of derivative financial instruments which are not designated as hedging instruments and/or not qualified for hedge accounting.

6. INCOME TAX EXPENSE

The major components of income tax expense for the six months ended 30 June 2008 and 2007 are:

	For the six months ended 30 June	
	2008 **(Unaudited)** ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Current income tax payable:		
PRC income tax	**871,217**	419,000
HK income tax	**692**	1,071
	871,909	420,071
Deferred income tax	**22,512**	(45,438)
Income tax charge for the period	**894,421**	374,633

Hong Kong profits tax on one of the Group's subsidiaries has been provided at the rate of 16.5% (2007: 17.5%) on the estimated assessable profits arising in Hong Kong during the six months ended 30 June 2008.

During the 5th Session of the 10th National People's Congress, which was concluded on 16 March 2007, the PRC Corporate Income Tax Law (the "New Corporate Income Tax Law") was approved and became effective on 1 January 2008. The New Corporate Income Tax Law introduces a wide range of changes which include, but are not limited to, the unification of the income tax rate for domestic-invested and foreign-invested enterprises at 25%. New income tax rates have been applied in measuring deferred tax assets and liabilities resulting from temporary differences estimated to be realised after 1 January 2008.

The provision for PRC current income tax is based on a statutory rate of 25% (2007:33%) of the assessable profit of the Group as determined in accordance with the relevant income tax rules and regulations of the PRC, except for certain companies in Mainland China, which enjoy reduced tax rates during a transition period from 2008 to 2012.

Pursuant to a notice dated 16 April 2001 and 13 September 2004 issued by the Jiangxi Provincial Tax Bureau, the Company, being located in the mid-western part of Mainland China, is subject to a reduced income tax rate of 16.5% for a period of three years from year 2005 to year 2007.

At 30 June 2008, the Group has RMB 14.5million (31 December 2007: RMB18.7 million) unused tax losses in respect of a subsidiary acquired in 2005 available for offset against future profits. No deferred tax asset has been recognised due to the unpredictability of the subsidiary's future profit streams.

7. DIVIDENDS

	For the six months ended 30 June	
	2008 **(Unaudited)** ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Dividends on ordinary shares declared and paid during the six month period:		
Final dividend for 2007: RMB0.3 per share (2006: RMB0.4 per share)	**906,850**	1,158,015

On 10 June 2008, a dividend of RMB0.30 per share (tax inclusive for A shares) on 3,022,833,727 shares, in aggregate approximately RMB906,850,000 was declared to the shareholders as the final dividend for year 2007. On 27 June 2008 and 1 July 2008, the dividend was paid to the shareholders of H shares and A shares and offset against the receivables from JCC, respectively.

On 26 June 2007, a dividend of RMB0.40 per share (tax inclusive for A Shares) on 2,895,038,200 shares, in aggregate approximately RMB1,158,015,000, was declared to the shareholders as the final dividend for year 2006. On 16 July 2007, the dividend was paid to the shareholders.

The directors do not recommend the payment of an interim dividend for the six months ended 30 June 2008. No interim dividend was declared for the same period last year.

8. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of basic earnings per share amount is based on the profit for the year attributable to ordinary equity holders of the Company, and the weighted average number of ordinary shares in issue during the period. Ordinary shares issued as part of the cost of a business combination involving entities under common control are included in the weighted average number of shares from the beginning of relevant reporting periods, since the Group incorporates into its income statement the acquiree's profits and losses during the relevant reporting periods.

The calculation of basic earnings per share is based on:

	For the six months ended 30 June	
	2008 (Unaudited)	2007 (Unaudited and restated)
Profit attributable to ordinary equity holders of the Company *(RMB'000)*	**2,766,987**	2,096,518
Weighted average number of ordinary shares in issue	**3,022,833,727**	2,928,843,649
	RMB 0.92	RMB 0.72

Diluted earnings per share for the six months ended 30 June 2008 and 2007 have not been calculated as no diluting events existed during those periods.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2008, the Group acquired items of property, plant and equipment with a cost of RMB 882,093,000 (2007: RMB 1,629,242,000). Depreciation for items of property, plant and equipment is RMB 341,064,000 (2007: RMB 265,001,000) during the period. No property, plant and equipment were acquired through a business combination during the period (2007: nil.).

Property, plant and equipment with a net book value of RMB 22,492,000 (2007: RMB 34,355,000) was disposed of by the Group during the six months ended 30 June 2008, resulting in a net loss on disposal of RMB 5,754,000 (2007: RMB 7,930,000).

10. DEFFERED TAX

The balance in deferred tax assets and liabilities are as follows:

	30 June 2008 (Unaudited) ***RMB'000***	31 December 2007 (Audited) *RMB'000*
Deferred tax assets:		
Impairment of assets	**20,207**	20,134
Accrued expenses	**22,631**	46,784
Unrealised profits	**9,247**	7,519
Others	**421**	911
	52,506	75,348
Deferred tax liability:		
Fair value gain from derivative financial instruments — transactions not qualifying as hedges	**5,449**	5,779

At 30 June 2008, there was no significant unrecognised deferred tax liability (31 December 2007: Nil.) for taxes that would be payable on the unremitted earnings of the Group's subsidiaries, associates or jointly-controlled entity as the Group has no liability to additional tax should such amounts be remitted.

There are no income tax consequences attaching to the payment of dividends by the Company to its shareholders.

11. TRADE AND BILLS RECEIVABLES

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Trade receivables	**2,069,906**	1,831,346
Bills receivable	**3,280,276**	2,824,294
Less: Provision for impairment of trade receivables	**(127,419)**	(127,464)
	5,222,763	4,528,176

Included in the Group's trade receivables are amounts due from the Group's associates and related parties, as detailed in note 23, which are repayable on similar credit terms to those offered to the major customers of the Group.

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally one month, extending up to three months for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. Trade receivables are non-interest-bearing.

An aged analysis of the trade receivables as at the balance sheet date, based on the invoice date, is as follows:

	30 June 2008 **(Unaudited)** ***RMB'000***	31 December 2007 (Audited) *RMB'000*
Within 1 year	**1,942,617**	1,703,262
1 to 2 years	**—**	709
2 to 3 years	**74**	126
Over 3 years	**127,215**	127,249
	2,069,906	1,831,346

The terms of bills receivables are all within six months.

As at 30 June 2008, certain of the Group's bank-accepted notes with a net book value of RMB 1,892,368,000 (31 December 2007: RMB2,029,980,000) were discounted to secure short term bank borrowings (note 15).

12. DERIVATIVE FINANCIAL INSTRUMENTS

	30 June 2008 **(Unaudited)** ***RMB'000***	31 December 2007 (Audited) *RMB'000*
Commodity forward contracts — copper cathodes		
Under hedge accounting	**(55,280)**	22,597
Not under hedge accounting	**23,513**	32,107
	(31,767)	54,704

Under hedge accounting

As at 30 June 2008, forward contracts designated as cash flow hedges to forecasted copper cathode sales were assessed to be highly effective and the unrealised losses of RMB 55,280,000 (31 December 2007: unrealised profit of RMB22,597,000) arising from the change in fair value of these derivative instruments are included in equity. This unrealised gain is expected to be released to the income statement when the designated sales of copper cathode occur.

The terms of commodity forward contracts have been negotiated to match the timing of the forecasted sales of copper cathodes. As at the balance sheet date, the expected delivery period of the forecasted sales of copper cathodes is from July 2008 to September 2008.

Not under hedge accounting

The Group also utilises commodity purchase forward contracts to hedge forecasted purchases of copper concentrate and the forecasted purchases of copper rods and copper wires. These arrangements are designated to address significant fluctuations in the price of copper concentrate and copper related products which move in line with the price of copper cathode. However, this arrangement is not considered as an effective hedge according to the Group's accounting policies. The unrealised gains or losses arising from the change in fair value of these hedge instruments are recognised in the income statement. As at the balance sheet date, the expected delivery period of the forecasted purchase of copper concentrate, copper rods and copper wires is from July 2008 to September 2008.

13. CASH AND CASH EQUIVALENTS

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Cash and bank balances	**3,371,234**	2,704,009
Time deposits	**94,482**	49,082
Cash and cash equivalents	**3,465,716**	2,753,091

14. TRADE AND BILLS PAYABLES

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Trade payables	**1,187,130**	1,694,784
Bills payable	**—**	249,921
	1,187,130	1,944,705

An aged analysis of the trade payables as at the balance sheet date, based on the invoice date, is as follows:

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Within 1 year	**1,163,519**	1,680,571
1 to 2 years	**18,321**	9,158
2 to 3 years	**1,293**	2,419
Over 3 years	**3,997**	2,636
	1,187,130	1,694,784

The trade payables are non-interest-bearing and are normally settled on 60 to 90 days terms.

The directors consider that the carrying amount of trade and bills payables approximates to their fair value.

Trade payables due to related parties included in the trade and bills payables are disclosed in note 23 to the financial statements.

15. INTEREST-BEARING BANK AND OTHER BORROWINGS

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Current:		
Bank loans — secured	**1,998,868**	3,982,577
Bank loans — unsecured	**5,235,686**	2,029,980
Short term debentures	**—**	1,000,000
Current portion of long term bank loans — secured	**182,182**	504,046
	7,416,736	7,516,603
Non-current:		
Bank loans — secured	**99,000**	350,000
Bank loans — unsecured	**412,182**	556,092
	511,182	906,092
Less: Current portion due within one year	**(182,182)**	(504,046)
	329,000	402,046
	7,745,736	7,918,649

For the six months ended 30 June 2008, the bank borrowings carry interest at rates ranging from 3.60% to 7.83% (2007: 4.32% to 7.29%) per annum.

On 11 January 2007, the Company completed the issuance of short term debentures with a fair value of RMB1,000,000,000 (due in 365 days). The debentures bear a coupon rate of 3.8% per annum. The debentures were repaid on 11 January 2008.

Certain of the Group's bank loans are secured by:

(i) mortgages over the Group's bank-accepted notes, which had an aggregate carrying value at the balance sheet date of approximately RMB1,892,368,000 (31 December 2007: RMB2,209,980,000);

(ii) pledges over the Group's machinery, which had an aggregate carrying value at the balance sheet date of approximately RMB129,920,000 (31 December 2007: RMB50,268,000);

(iii) guarantees issued by the Group's ultimate holding company, JCC, for aggregate amounts of approximately RMB99,000,000 (31 December 2007: RMB350,000,000) as at the balance sheet date;

(iv) pledges over the Group's inventories, which had an aggregate carrying value at the balance sheet date of approximately RMB180,030,000 (31 December 2007: RMB127,130,000).

The directors estimate that the carrying amounts of the Group's current and non-current borrowings approximate to their fair values, and these borrowings bear interest at variable rates.

16. DEFERRED INCOME — GOVERNMENT GRANTS

	For the six months ended 30 June 2008 (Unaudited) ***RMB'000***	For the year ended 31 December 2007 (Audited) *RMB'000*
At beginning of period/year	**96,287**	72,680
Received during the period/year	**—**	30,665
Released to the income statement	**(3,442)**	(7,058)
At end of period/year	**92,845**	96,287

The deferred income represents government subsidies granted to the Group in relation to its production facilities. The deferred income is released to the income statement over the expected useful life of the facility by equal annual installments.

17. PROVISION FOR REHABILITATION

	For the six months ended 30 June 2008 (Unaudited)	For the year ended 31 December 2007 (Audited)
	RMB'000	*RMB'000*
At beginning of period/year	**48,224**	—
Additions during the period/year	**28,491**	48,224
Interest increment during the period/year	**3,003**	—
At end of period/year	**79,718**	48,224

The Company makes provision for rehabilitation costs expected to arise on closure of the mines. The provision is based on assessments of the cost per square metre to rehabilitate the underground workings, waste dumps, mine site infrastructure, and vegetational zones. The estimation basis is reviewed on an ongoing basis and revised where appropriate.

18. OTHER LONG TERM PAYABLES

	30 June 2008 (Unaudited)	31 December 2007 (Audited)
	RMB'000	*RMB'000*
Payable to JCC (i)	**18,248**	20,020
Payable to the Ministry of Land and Resources (ii)	**28,462**	32,812
	46,710	52,832
Less:		
Payable to JCC due within one year	**—**	(1,870)
Payable to the Ministry of Land and Resources due within one year	**(18,644)**	(18,517)
	28,066	32,445

(i) The amount represents the balance due to JCC as the consideration for the transfer of the mining rights in respect of the Dexing Mine and the Yongping Mine from JCC to the Company. The amount is repayable in 30 annual installments of RMB1,870,000 each and subject to payment of interest at a rate equal to the State lending rate for a one-year fixed term loan up to a maximum of 15% on each annual installment starting from 1 January 1998. The effective interest rate for the six months ended 30 June 2008 was 7.47% (2007: 7.47%).

(ii) The amount represents the balance due to the Ministry of Land and Resources as the consideration for the acquisition of the mining rights in respect of the Fujiawu Copper Mine.

The directors have estimated that there is no significant difference between the carrying amount of other long term payables and their fair value, as the directors have discounted the amount due after one year with the market average yield.

19. SHARE CAPITAL

	30 June 2008 (Unaudited)		31 December 2007 (Audited)	
	Number of shares	**Share capital**	Number of shares	Share capital
		RMB'000		*RMB'000*
Listed shares subject to trading restrictions	**1,352,830,941**	**1,352,831**	1,352,830,941	1,352,831
— H shares	**1,387,482,000**	**1,387,482**	1,387,482,000	1,387,482
— A shares	**282,520,786**	**282,521**	282,520,786	282,521
	3,022,833,727	**3,022,834**	3,022,833,727	3,022,834

Except for the currency in which dividends are paid and the restrictions as to whether the shareholders should be PRC investors or foreign investors, listed shares subject to trading restrictions, H shares and A shares rank pari passu in all respects with each other.

Pursuant to the resolution of a meeting of the Company's shareholders and as approved by the China Securities Regulatory Commission and relevant authorities, the Company issued 127,795,527 A shares (subject to trading restrictions) of RMB1 each at a price of RMB31.30 per share on 27 September 2007. Out of the newly issued 127,795,527 A shares (subject to trading restrictions), 57,039,479 shares were issued to JCC in consideration of the purchase of certain equity interests and businesses at an agreed value of RMB1,785,336,000 as set out in detail in note 2. The remaining 70,756,048 shares were issued to eight financial institutions for cash of RMB2,214,664,000.

JCC and the eight financial institutions undertake that new shares received by them in this issue will be subject to trading moratorium periods of 36 months and 12 months, respectively, from the date of completion of the new share placement.

20. RESERVES

	30 June 2008 (Unaudited) ***RMB'000***	31 December 2007 (Audited) *RMB'000*
Share premium	**4,585,536**	4,585,536
Capital reserve	**65,175**	65,175
Other reserve	**(92,506)**	(92,506)
Statutory surplus reserve	**1,693,056**	1,693,056
Discretionary surplus reserve	**3,470,497**	3,470,497
Retained earning	**7,247,700**	4,480,713
Exchange fluctuation reserve	**(58,523)**	(4,092)
Hedging (losses) /earnings	**(55,280)**	22,596
	16,855,655	14,220,975

21. MAJOR NON-CASH TRANSACTIONS

	For the six months ended 30 June	
	2008 **(Unaudited)** ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Settlement of the 2007 Final dividend payable to JCC by netting off against the receivable from JCC	**384,622**	—
Net increase in amount of payable for acquisition of items of property, plant and equipment	**521,986**	396,477

22. H SHARE SHARE APPRECIATION RIGHTS SCHEME

In accordance with the "Resolution Regarding Adoption and Approval of the H Share Share Appreciation Rights Scheme and Implementation Methods" passed at the Company's Special General Meeting held on 19 February 2008, the Company implemented an H Share share appreciation rights scheme as an appropriate incentive policy for its directors and senior management. Under this scheme, the H Share share appreciation rights (the "Rights") are granted in units with each unit representing one H Share. On 22 February 2008, 509,000 units of the Rights were granted to seven directors and senior management members at the offer price HKD 18.9. No shares will be issued under the share appreciation rights scheme. Upon exercise of the Rights, the grantees will receive a cash payment in RMB, subject to any applicable withholding tax, translated from the Hong Kong dollars ("HKD") amount equal to the number of units of Rights exercised multiplied by the appreciation, if any, in the market price of the Company's H Share above the offer price of the Rights, based on the applicable exchange rate between RMB and HKD at the date of the exercise. Not less than 20% of the cash payments so deposited shall remain in the account until the end of the term of service of the relevant grantee. In addition, the cash payments shall only be payable if the grantee has passed the final performance assessment.

The stipulated lock-up period for exercising the Rights is two years after the date of grant. Not more than 40%, 70% and 100% of the Rights can be exercised during the third year, fourth year and fifth year, respectively. The directors and senior management members must retain not less than 20% of their exercisable Rights as at the end of their respective terms of service subject to their final performance assessment results at the end of the term of service. The remaining Rights can be exercised before the expiration of the term of the scheme (10 years). The Rights which have not been exercised by then shall lapse.

During the period ended 30 June 2008, no Rights granted were exercised or expired (2007: nil). As at 30 June 2008, the expiry dates of the outstanding Rights were between 9 and 10 years.

For the period ended 30 June 2008 and as at 30 June 2008, the Group did not recognise share compensation cost and the liability related to the Rights and has not determined the value of Rights granted as the directors believe the related compensation cost is not material to the consolidated financial statements for the period ended 30 June 2008.

23. RELATED PARTY TRANSACTIONS AND BALANCES

In addition to the transactions detailed elsewhere in these financial statements, the Group had transactions with (i) JCC and its affiliates, (ii) Jiangxi Copper Everprofit Qing Yuan Copper Company Limited ("Qing Yuan"), which is the Company's associate and (iii) other state-controlled entities in China, and paid compensation to management as summarised below:

(a) Related party transactions with JCC and its affiliates:

	For the six months ended 30 June	
	2008 **(Unaudited)** ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Sales of goods and services:		
Sales of products and by-products	**2,567,243**	1,605,747
Supply of water and transmission of electricity	**34,590**	44,306
Operation management services	**3,870**	1,762
Supply of gases	**1,494**	977
Processing fee of blister (scrap) copper charged	**17,548**	19,326
Purchases of goods and services :		
Purchases of raw materials and auxiliary materials	**704,744**	972,629
Vehicle transportation services	**69,104**	63,404
Construction services	**39,367**	41,852
Social welfare and support services	**25,749**	32,701
Repair and maintenance services	**69,688**	28,115
Purchase of equipment	**12,545**	11,566
Industrial water supplied	**10,627**	9,882
Brokerage agency services	**6,796**	5,295
Environmental greenery services provided	**4,631**	826

Other related party transactions:

Pension contributions paid by the Group	**29,401**	27,952
Rentals for office premises charged by the Group	**1,920**	720
Rentals for land use rights charged by the Group	**5,805**	7,070
Rentals for housing for the employees and use of common facilities charged to the Group	**12,626**	12,699
Transfers of mining rights from JCC	**960**	1,735
Rentals for office premises charged to the Group	**2,288**	1,569

The sales to and purchases from related parties are negotiated and agreed by both parties with reference to market prices.

(b) Related party transactions with Qing Yuan

	For the six months ended 30 June	
	2008 **(Unaudited)** ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Purchase of raw materials and auxiliary products by the Group	**926,171**	30,978

(c) Transactions with other state-controlled entities in the PRC:

The Group operates in an economic environment predominated by enterprises directly or indirectly owned or controlled by the PRC government through its numerous authorities, affiliates or other organisations (collectively "State-owned Enterprises"). During the year, the Group had transactions with State-owned Enterprises including, but not limited to, the sales of goods, purchases of goods, and purchases of items of property, plant and equipment.

The directors consider that the transactions with other State-owned Enterprises are conducted in the ordinary course of the Group's business, and that the dealings of the Group have not been significantly or unduly affected by the fact that the Group and those State-owned Enterprises are ultimately controlled or owned by the PRC government. The Group has established pricing policies for products and services, and these pricing policies do not depend on whether or not the customers are State-owned Enterprises. The directors have confirmed that these transactions are carried out on terms similar to those that would be entered into with non-State-owned Enterprises and have been reflected in the financial statements. The directors are of the opinion that the transactions with other State-owned Enterprises are fair and reasonable.

(d) Compensation of key management personnel of the Group

The remuneration of key management during the year was as follows:

	For the six months ended 30 June	
	2008 (Unaudited) ***RMB'000***	2007 (Unaudited and restated) *RMB'000*
Total compensation paid to key management personnel	**4,459**	4,406

Having due regard to the substance of the relationship, the directors are of the opinion that meaningful information relating to related party disclosures has been adequately disclosed.

(e) Outstanding balances with related parties

The Group had the following significant balances with related parties at the balance sheet date:

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Amounts due from related parties:		
Trade and bills receivables:		
JCC	**—**	121
JCC's affiliates	**873,915**	581,032
	873,915	581,153
Prepayments and other receivables:		
JCC	**2,723**	1,107
JCC's affiliates	**383,063**	302,723
Qing Yuan	**131,084**	—
	516,870	303,830
	1,390,785	884,983

Amounts due to related parties:

Trade and bills payables:		
JCC	**6,352**	18
JCC's affiliates	**33,063**	39,752
Qing Yuan	**—**	27,222
	39,415	66,992
Other payables and accruals:		
JCC	**202,696**	210,555
JCC's affiliates	**34,512**	90,988
	237,208	301,543
	276,623	368,535
Other long term payables within one year (note 18):		
JCC	**—**	1,870
Other long term payables (note 18):		
JCC	**18,248**	18,150

The above balances arose from the aforementioned transactions, advances to/from related parties and payments made by the Group and related parties on behalf of each other. These balances was unsecured, interest-free and have no fixed repayment terms except for other long term payable to JCC as mentioned in note 18.

24. OPERATING LEASE COMMITMENTS

At the balance sheet date, the Group had outstanding commitments under non-cancellable operating leases, which fall due as follows:

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Within one year	**16,013**	16,781
In the second to fifth years, inclusive	**63,510**	66,889
After five years	**277,730**	316,266
	357,253	399,936

25. CAPITAL COMMITMENTS

At the balance sheet date, the Group had the following capital commitments:

	30 June 2008	31 December 2007
	(Unaudited)	(Audited)
	RMB'000	*RMB'000*
Commitments for the acquisition of items of property, plant and equipment:		
— contracted for, but not provided in the financial statements	**158,986**	441,738
— authorised, but not contracted for	**4,407**	11,433
Investment in associate companies — contracted for, but not provided in the financial statements		
— Project Company in Afghanistan (i)	**2,258,347**	—
— Jiangxi Copper Corporation Finance Company Limited (ii)	**140,000**	—
	2,561,740	453,171

(i) The consortium (the "Consortium") comprising the Company and China Metallurgical Group

Corporation ("CMCC") entered into a mining contract with the Government of Afghanistan on 25 May 2008. Pursuant to the mining contract, the Consortium agrees to pay the Ministry of Mines of Afghanistan a sum of USD808,000,000 by phases for the rights to explore and exploit minerals in the Central and Western mineralised zones in Aynak Mine in Afghanistan for a period of 30 years. The mining contract can be extended for every five years after its expiry, until the resource reserves therein are exhausted.

The Company and CMCC agreed to establish a Project Company to replace the Consortium to continue with the development and operation of the Aynak Copper Mine on 27 June 2008. Prior to the introduction of other independent investors, the initial shareholding of the Company and CMCC in the Project Company shall be 25% and 75% respectively.

The total investment of the Project Company shall initially be USD4,390,835,000 and shall be funded by capital injection and by project financing in the proportions of 30% and 70% respectively. The capital injection shall be contributed by the Company and CMCC on a pro rata basis. The Company shall not be obliged to provide guarantees, indemnities or capital commitments for the project financing.

(ii) As at 30 June 2008, 35% of the equity interest of Jiangxi Copper Corporation Finance Company Limited ("JXFC") was owned by the Group. The Board of the Company has passed a resolution on 13 May 2008 to approve a Capital Increase Agreement by the Company with the other shareholders of JXFC, pursuant to which the shareholders of JXFC agree to increase the registered capital of JXFC from RMB300 million to RMB700 million in accordance with their proportional interests in JXFC. The Group has committed to contribute RMB140 million as its portion of the increased registered capital of JXFC. This capital increase is subject to the approval of the China Banking Regulatory Commission. As at the date of approval of the interim condensed consolidated financial statements, this approval has not been obtained.

26. POST BALANCE SHEET EVENTS

(a) Issuance of Bond with Warrants

On 22 January 2008, the Company announced its plan to apply to the China Securities Regulatory Commission ("CSRC") and other relevant PRC authorities for the approval of the issue of RMB Bonds with Warrants in an amount of not more than RMB 6.8 billion with no more than 68 million certificates of Bonds to be issued and the listing of such Bonds with Warrants on the Shanghai Stock Exchange ("the Proposed Issuance").

The proceeds from the Proposed Issuance will be applied as to: (i) pursuant to the Acquisition Agreement entered into with JCC by the Company on 16 January 2008, approximately RMB2.08 billion (subject to adjustment) for the acquisition of the businesses closely related to the operation of the Group and operated by JCC and its subsidiaries, (ii) approximately RMB4.72 billion for the repayment of the Company's outstanding borrowings from financial institutions.

The maxim proceeds from the exercise of the Warrants during the 24 months after the listing of the Warrants will be applied as to: (i) approximately RMB2.58 billion for the expansion projects of Dexing Copper Mine; (ii) approximately RMB2.5 billion for development of resources in Afghanistan and Peru; and (iii) approximately RMB1.72 billion for working capital purposes.

The proposed issue of Bonds with Warrants and the connected transaction were approved at a special shareholder meeting held on 20 March 2008. The Company received notice on 28 July 2008 from the CSRC that its application to issue Bonds with Warrants had been conditionally approved.

27. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved and authorised for issue by the board of directors on 26 August 2008.

IX. UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH PRC GAAP

CONSOLIDATED BALANCE SHEET

ASSETS	**30 June 2008 (Unaudited)**	31 December 2007 (Audited)
Current assets:		
Cash and bank	**3,465,715,883**	2,753,091,382
Notes receivable	**3,280,276,651**	2,824,293,880
Accounts receivable	**1,942,486,767**	1,703,882,290
Advances to suppliers	**845,558,694**	1,076,252,061
Other receivables	**447,501,652**	366,862,217
Inventories	**8,977,983,758**	8,939,919,227
Other current assets	**23,512,511**	54,703,559
Total current assets	**18,983,035,916**	17,719,004,616
Non-current assets:		
Available-for-sale financial assets	**292,000,000**	290,000,000
Long-term equity investments	**586,294,986**	648,758,765
Fixed assets	**9,585,928,225**	9,427,742,279
Construction in progress	**1,596,952,133**	1,236,600,955
Intangible assets	**629,106,182**	653,263,989
Exploration costs	**41,880,000**	—
Deferred tax assets	**52,506,346**	79,437,957
Total non-current assets	**12,784,667,872**	12,335,803,945
TOTAL ASSETS	**31,767,703,788**	30,054,808,561

LIABILITIES AND OWNERS' EQUITY	**30 June 2008 (Unaudited)**	31 December 2007 (Audited)
Current liabilities:		
Short-term loans	**7,234,554,098**	7,012,556,702
Notes payable	**—**	249,921,676
Accounts payable	**1,583,333,016**	1,694,783,773
Advances from customers	**429,045,712**	232,819,117
Payroll payable	**99,310,831**	206,323,048
Taxes payable	**835,021,042**	575,149,324
Interests payable	**5,782,700**	46,844,169
Dividends payable	**1,784,000**	3,227,511
Other payables	**673,465,932**	525,067,796
Non-current liabilities due within one year	**200,825,675**	524,433,261
Other current liabilities	**55,278,324**	—
Total current liabilities	**11,118,401,330**	11,071,126,377
Non-current liabilities:		
Long-term borrowings	**329,000,000**	402,046,000
Long-term payables	**28,065,634**	48,803,863
Other non-current liabilities	**92,845,084**	96,286,946
Provisions	**79,718,062**	48,224,000
Deferred tax liabilities	**5,449,017**	5,779,260
Total non-current liabilities	**535,077,797**	601,140,069
Total liabilities	**11,653,479,127**	11,672,266,446

Owners' equity:		
Share capital	**3,022,833,727**	3,022,833,727
Capital reserves	**4,483,538,238**	4,613,812,761
Surplus reserves	**5,163,553,020**	5,163,553,020
Retained earnings	**7,214,686,454**	5,342,280,409
Exchange fluctuation reserves	**(6,123,063)**	(4,090,600)
Equity attributable to shareholders of the Company	**19,878,488,376**	18,138,389,317
Minority interests	**235,736,285**	244,152,798
Total owners' equity	**20,114,224,661**	18,382,542,115
TOTAL LIABILITIES AND OWNERS' EQUITY	**31,767,703,788**	30,054,808,561

CONSOLIDATED INCOME STATEMENT

		For the Six Months Ended 30 June 2008 (Unaudited)	For the Six Months Ended 30 June 2007 (Unaudited Restated)
Revenue		**26,830,815,530**	17,304,626,911
Less:	Cost of sales	**22,830,660,780**	14,480,031,065
	Taxes and surcharges	**116,731,303**	30,553,510
	Distribution and selling costs	**85,322,861**	68,610,214
	General and administrative expenses	**297,566,924**	198,874,298
	Financial expenses	**45,110,613**	94,710,270
	Provision for impairment of assets	**1,012,143**	14,566,792
	Loss from changes of fair value	**8,594,489**	12,175,106
Add:	Investment income	**254,498,024**	64,751,494
Include:	(Loss)/gain of share of profit of the associates and a jointly controlled entity	**(10,064,138)**	1,736,906
Operating profit		**3,700,314,441**	2,469,857,150
Add:	Non-operating income	**5,931,556**	6,014,353
Less:	Non-operating expenses	**21,195,885**	15,277,948
Include:	Loss on disposal of non-current assets	**7,070,187**	7,929,642
Total profit		**3,685,050,112**	2,460,593,555
Less:	Income tax	**898,510,667**	361,757,819
Net profit		**2,786,539,445**	2,098,835,736

Include: Net profits of the acquired companies and businesses under common control before the acquisition	**—**	64,322,010
Attributable to share holders of the Company	**2,779,256,163**	2,057,891,981
Minority interests	**7,283,282**	40,943,755
Earnings per share attributable to share holders of the Company — Basic	**0.92**	0.70

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to share holders of the Company							
	Share capital	Capital reserve	Surplus reserve	Retained earnings	Exchange fluctuation reserve	Total	Minority interests	Total equity
Balance at 1 January 2008 (Audited)	3,022,833,727	4,613,812,761	5,163,553,020	5,342,280,409	(4,090,600)	18,138,389,317	244,152,798	18,382,542,115
Change in current period								
1. Net profit	—	—	—	2,779,256,163	—	2,779,256,163	7,283,282	2,786,539,445
2. Gain or (loss) directly recognized in owners' equity								
(1) Change in fair value of derivative financial instrument	—	(48,623,437)	—	—	—	(48,623,437)	—	(48,623,437)
(2) Transfer to profit or loss on derivative financial instrument	—	(29,251,445)	—	—	—	(29,251,445)	—	(29,251,445)
(3) Exchange difference arising of translation of operation in Hong Kong	—	—	—	—	(2,032,463)	(2,032,463)	(1,662,924)	(3,695,387)
(4) Other equity movement from associate	—	(52,399,641)	—	—	—	(52,399,641)	—	(52,399,641)
3. Shareholders capital contribution and reduction								
(1) Issue new shares	—	—	—	—	—	—	—	—
4. Profit appropriation								
(1) Appropriation to surplus reserve	—	—	—	—	—	—	—	—
(2) Distribution to shareholders	—	—	—	(906,850,118)	—	(906,850,118)	(14,036,871)	(920,886,989)
Total changes in current period	—	(130,274,523)	—	1,872,406,045	(2,032,463)	1,740,099,059	(8,416,513)	1,731,682,546
Balance at 30 June 2008 (Unaudited)	3,022,833,727	4,483,538,238	5,163,553,020	7,214,686,454	(6,123,063)	19,878,488,376	235,736,285	20,114,224,661

	Attributable to share holders of the parent							
	Share capital	Capital reserve	Surplus reserve	Retained earnings	Exchange fluctuation reserve	Total	Minority interests	Total equity
Balance at 1 January 2007 (Audited)	2,895,038,200	1,995,348,895	3,620,890,129	3,998,159,747	(1,740,229)	12,507,696,742	415,330,609	12,923,027,351
Add: Effect of opening balance adjustment for business combination under common Control	—	366,413,922	156,413	927,948	—	367,498,283	—	367,498,283
Balance at 1 January 2007 (Restated)	2,895,038,200	2,361,762,817	3,621,046,542	3,999,087,695	(1,740,229)	12,875,195,025	415,330,609	13,290,525,634
Change in current period								
1. Net profit	—	—	—	2,057,891,981	—	2,057,891,981	40,943,755	2,098,835,736
2. Gain or (loss) directly recognized in owners' equity								
(1) Change in fair value of derivative financial instrument	—	(43,216,290)	—	—	—	(43,216,290)	—	(43,216,290)
(2) Transfer to profit or loss on derivative financial instrument	—	4,602,000	—	—	—	4,602,000	—	4,602,000
(3) Exchange difference arising of translation of operation in Hong Kong	—	—	—	—	(986,117)	(986,117)	(806,823)	(1,792,940)
3. Shareholders capital contribution and reduction								
(1) Issue new shares	—	—	—	—	—	—	—	—
(2) Effect of business combination under common control	—	(8,747,043)	—	—	—	(8,747,043)	—	(8,747,043)
4. Profit appropriation								
(1) Appropriation to surplus reserve	—	—	—	—	—	—	—	—
(2) Distribution to shareholders	—	—	—	(1,158,015,280)	—	(1,158,015,280)	(8,740,827)	(1,166,756,107)
(3) Dividends paid by acquirees of business combination under common control before the acquisition date	—	—	—	(60,469,452)	—	(60,469,452)	—	(60,469,452)
Total changes in current period	—	(47,361,333)	—	839,407,249	(986,117)	791,059,799	31,396,105	822,455,904
Balance at 30 June 2007 (Unaudited Restated)	2,895,038,200	2,314,401,484	3,621,046,542	4,838,494,944	(2,726,346)	13,666,254,824	446,726,714	14,112,981,538

CONSOLIDATED CASH FLOW STATEMENT

	For the Six Months Ended 30 June 2008 (Unaudited)	For the Six Months Ended 30 June 2007 (Unaudited Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from sale of goods or rendering of services	**33,629,424,035**	22,263,772,934
Cash received relating to other operating activities	**279,421,622**	76,419,956
Sub-total of cash inflows	**33,908,845,657**	22,340,192,890
Cash paid for goods and services	**29,162,295,088**	20,584,620,543
Cash paid to and on behalf of employees	**453,876,770**	382,010,395
Cash paid for all types of taxes	**1,927,454,957**	1,608,422,214
Cash paid relating to other operating activities	**480,469,911**	340,605,522
Sub-total of cash outflows	**32,024,096,726**	22,915,658,674
Net cash flows from operating activities	**1,884,748,931**	(575,465,784)

CASH FLOWS FROM INVESTING ACTIVITIES		
Cash received from investment income	**5,259,417**	—
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	**16,736,675**	770,053
Sub-total of cash inflows	**21,996,092**	770,053
Cash paid for acquiring of fixed assets, intangible assets and other long-term assets	**390,274,236**	1,224,430,340
Cash paid for acquisition of investments	**2,000,000**	36,000,000
Sub-total of cash outflows	**392,274,236**	1,260,430,340
Net cash flows from investing activities	**(370,278,144)**	(1,259,660,287)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from borrowings	**8,179,600,444**	4,303,695,434
Sub-total of cash inflows	**8,179,600,444**	4,303,695,434
Cash repayments of borrowings	**8,221,609,821**	2,320,608,500
Cash paid for distribution of dividends or profits and for interest expenses	**756,141,522**	104,466,114
Including cash paid to minority interests for distribution of dividends or profits by subsidiaries	**14,036,871**	8,740,828
Sub-total of cash outflows	**8,977,751,343**	2,425,074,614
Net cash (outflow)/inflow from financing activities	**(798,150,899)**	1,878,620,820

EFFECT OF EXCHANGES RATE CHANGES	**(3,695,387)**	104,987
NET INCREASE IN CASH AND CASH EQUIVALENTS	**712,624,501**	43,599,736
Add: Cash and cash equivalents balance at beginning of period	**2,753,091,382**	1,021,494,768
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**3,465,715,883**	1,065,094,504

By Order of the Board
Jiangxi Copper Company Limited
Li Yihuang
Chairman

26 August 2008, Jiangxi, the PRC

As at the date of this announcement, the executive Directors of the Company are Mr. Li Yihuang, Mr. Li Baomin, Mr. Wang Chiwei, Mr. Long Ziping, Mr. Wu Jinxing, Mr. Gao Jianmin and Mr. Liang Qing; the independent non-executive Directors of the Company are Mr. Wu Jianchang, Mr. Yin Hongshan, Mr. Tu Shutian and Ms. Zhang Rui.

* *For identification purposes only*