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)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31 DECEMBER 2008

1. IMPORTANT NOTICE

1.1 The board of directors (the "Board") and the supervisory committee ("Supervisory Committee") of Jiangxi Copper Company Limited (the "Company") and its directors (the "Directors"), supervisors (the "Supervisors") and senior management warrant that there are no false representations, 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 herein contained.

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

1.2 All Directors attended the Board meeting.

1.3 The consolidated financial statement of the Company and its subsidiaries ("the Group") for the year ended 31 December 2008 prepared in accordance with PRC Accounting Standards for Business Enterprises ("PRC GAAP") and International Financial Reporting Standards ("IFRS") have been audited by Ernst & Young Hua Ming and Ernst & Young Certified Public Accountants respectively with standard unqualified audit opinions.

1.4 The Company's Chairman, Mr. Li Yihuang, and the principal accounting responsible person, Mr. Wu Jinxing, and Manager of the Financial Department (accounting chief), Ms. Qiu Ling, represent that they warrant the truthfulness and completeness of the financial statements in the annual report.

1.5 The audit committee of the Company has reviewed the financial report for the year ended 31 December 2008.

2. CORPORATE INFORMATION

2.1 Basic information

Stock abbreviation	Jiangxi Copper (A Shares)
Stock code	600362
Stock Exchange of listing	Shanghai Stock Exchange
Stock abbreviation	Jiangxi Copper (H Shares)
Stock code	0358
Stock Exchange of listing	The Stock Exchange of Hong Kong Limited London Stock Exchange (Secondary Listing of H Shares) The Bank of New York (Level I ADR)
Corporate bonds	08 JCC Bonds
Trading code	126018
Stock Exchange of listing	Shanghai Stock Exchange
Warrants	JCC CWB1
Trading code	580026
Stock Exchange of listing	Shanghai Stock Exchange
Registered address and place of business	15 Yejin Avenue, Guixi City, Jiangxi, the People's Republic of China
Postal code	335424
Website	http://www.jxcc.com
Email	jccl@jxcc.com

2.2 Contact person and method

	Secretary to the Board	Securities Affairs Representative
Name	Pan Qifang	Kang Shuigen
Correspondence address	15 Yejin Avenue, Guixi City, Jiangxi, the People's Republic of China	15 Yejin Avenue, Guixi City, Jiangxi, the People's Republic of China
Telephone	(86701) 377 7736	(86701) 377 7733
Facsimile	(86701) 377 7013	(86701) 377 7013
Email	jccl@jxcc.com	jccl@jxcc.com

3. SUMMARY OF ACCOUNTING AND BUSINESS DATA

3.1 Major accounting data (prepared in accordance with PRC GAAP)

Unit: '000 Currency: RMB

	2008	**2007** (Restated)	**Increase/ (decrease)** *(%)*	**2006** (Restated)
Revenue	**53,972,433**	43,337,085	24.54	27,024,193
Total profit	**2,998,050**	5,509,273	-45.58	6,452,980
Net profit attributable to equity holders of the Company	**2,285,101**	4,533,754	-49.60	5,224,555
Net profit after non-recurring profit and loss items attributable to equity holders of the Company	**2,920,955**	3,980,560	-26.62	5,085,518
Net cash flow from operating activities	**6,249,417**	1,603,536	289.73	2,030,251

	As at 31 December 2008	As at 31 December 2007 (Restated)	Increase/ (decrease) *(%)*	As at 31 December 2006 (Restated)
Total assets	**34,150,637**	34,942,192	-2.27	25,647,205
Equity attributable to equity holders of the Company	**20,752,344**	19,544,424	6.18	13,885,674

3.2 Major financial indicators (prepared in accordance with PRC GAAP)

	2008	2007 (Restated)	Increase/ (decrease) *(%)*	2006 (Restated)
Basic earnings per share *(RMB)*	**0.76**	1.53	-50.33	1.77
Diluted earnings per share *(RMB)*	**0.76**	1.53	-50.33	1.77
Basic earnings per share after non-recurring profit and loss items *(RMB) (Note)*	**0.97**	1.34	-27.61	1.72
Return on net assets (fully diluted) *(%)*	**11.01**	23.20	Decreased by 12.19 percentage points	37.63
Return on net assets (weighted average) *(%)*	**11.33**	27.92	Decreased by 16.59 percentage points	44.89

Return on net assets after non-recurring profit and loss items (fully diluted) *(%) (Note)*	**14.08**	20.37	Decreased by 6.29 percentage points	36.62
Return on net assets after non-recurring profit and loss items (weighted average) *(%) (Note)*	**14.48**	24.52	Decreased by 10.04 percentage points	43.70
Net cash flow from operating activities per share *(RMB)*	**2.07**	0.54	283.33	0.69

	As at 31 December 2008	As at 31 December 2007 (Restated)	Increase/ (decrease) *(%)*	As at 31 December 2006 (Restated)
Net asset per share attributable to equity holders of the Company *(RMB)*	**6.87**	6.47	6.18	4.70

The financial information previously reported by the Group in 2007 and 2006 has been restated as a result of the retrospective adjustments to apply merger accounting principle for business combination under common control and changes in accounting policy of production safety fund ("the Safety Fund").

Non-recurring profit and loss items (prepared in accordance with PRC GAAP)

Unit: '000 Currency: RMB

	Amount
Profit and loss of disposal of non-current assets	7,810
Other items in non-operating income and expense (excluding profit and loss of disposal of non-current assets)	-5,357
Gain or disposal of subsidiaries	-84
Net profits of the acquired business as qualified as business combination under common control from the beginning of the reporting period till the date of business combination	-424,228
Losses from fair value changes of derivative financial instruments — commodity derivative contracts not qualified for hedge accounting	391,317
Realized losses of derivative financial instruments — commodity derivative contracts not qualified for hedge accounting	972,177
Impact on income tax expense	-314,685
Impact on minority interests	8,905
Total	635,855

Note: The above non-recurring profit and loss items are prepared in accordance with the regulations of "interpretation announcement No. 1 of information disclosure by companies issuing public securities — extraordinary items" No. 43 [2008] issued by the China Securities Regulatory Commission.

3.3 Major accounting data (Prepared in accordance with IFRS)

Unit: '000 Currency: RMB

	2008	2007 (Restated)	Increase/ (decrease) *(%)*	2006 (Restated)
Revenue	**53,693,436**	43,168,883	24.38	26,939,091
Profit before tax	**2,998,051**	5,509,273	-45.58	6,452,980
Income tax	**800,535**	854,813	-6.35	1,119,053
Minority interests	**(87,585)**	120,706	-172.56	109,372
Profit attributable to equity holders of the Company	**2,285,101**	4,533,754	-49.60	5,224,555
Basic and diluted earnings per share *(RMB)*	**0.76**	1.53	-50.33	1.77
Net cash flow from operating activities	**6,249,417**	1,603,537	289.73	2,030,251

	31 December 2008	31 December 2007 (Restated)	Increase/ (decrease) *(%)*	31 December 2006 (Restated)
Total assets	**34,504,921**	35,130,584	-1.78	25,762,955
Total liabilities	**13,385,945**	15,108,629	-11.40	11,061,310
Equity attributable to equity holders of the Company	**20,752,344**	19,544,424	6.18	13,885,674
Net assets per share attributable to equity holders of the Company *(RMB)*	**6.87**	6.47	6.18	4.70
Return on net assets *(%)* (Basic earnings per share/ net assets per share)	**11.06**	23.65	-53.23	37.66

The financial information previously reported by the Group in 2007 and 2006 has been restated as a result of the retrospective adjustment to apply the principles of merger accounting for business combination under common control.

There is no difference between the consolidated financial information prepared in accordance with PRC GAAP and the IFRS.

4. INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS

As at 31 December 2008, the interests or short positions of the shareholders, other than Directors, Supervisors or chief executive of the Company, in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the Securities and Futures Ordinance ("SFO") were as follows:

Name of shareholder	Class of shares	Capacity	Number of shares *(Note 1)*	Approximate Percentage of total number of the relevant class of share *(%)*	Approximate Percentage of total issued share capital *(%)*
Jiangxi Copper Corporation ("JCC")	Tradable A shares subject to trading moratorium	Beneficial owner	1,282,074,893 (L)	78.40 (L)	42.41 (L)
UBS AG	H Shares	*(Note 2)*	80,196,507 (L) 28,956,108 (S)	5.78 (L) 2.09 (S)	2.65 (L) 0.96 (S)
AllianceBernstein L.P.	H Shares	*(Note 3)*	110,431,000 (L)	7.96 (L)	3.65 (L)

Note 1: "L" means long positions in the shares; "S" means short position in the shares.

Note 2: According to the corporate substantial shareholders notice filed by UBS AG on 24 December 2008, the H shares were held in the following capacities:

Capacity	Numbers of H Shares
Beneficial owner	69,147,060 (L) 17,144,004 (S)
Person having a security interest in shares	0 (L) 1,147,857 (S)
Interest of controlled corporation	11,049,447 (L) 10,664,247 (S)

Note 3: According to the corporate substantial shareholders notice filed by AllianceBernstein L.P. on 4 December 2008, the H shares were held in the following capacities:

Capacity	Numbers of H Shares
Investment manager	107,837,000 (L)
Interest of controlled corporation	2,594,000 (L)

Save as disclosed above, the register required to be kept under Section 336 of SFO showed that the Company had not been notified of any interests or short positions in the shares and underlying shares of the Company as at 31 December 2008.

5. DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

5.1 Particulars in remunerations of directors, supervisors and senior management

Name	Position	Sex	Age	Terms of appointment	Whether receive remuneration or allowance from the Company	Total remunerations received from the Company during the reporting period *(RMB0'000)* *(Before taxation)*	Whether receive remuneration or allowance from shareholders or other related entities
Li Yihuang	Chairman	Male	46	January 2007- present	Yes	81.55	No
Li Baomin	Executive Director	Male	51	April 2007 - present	Yes	81.55	No
Long Ziping	Executive Director	Male	48	April 2007 - present	Yes	81.55	No
Wang Chiwei	Executive Director and Deputy General Manager	Male	55	January 1997 - present	Yes	81.55	No
Wu Jinxing	Executive Director and Chief Financial Officer	Male	46	November 2005 - present	Yes	81.55	No
Gao Jianmin	Executive Director	Male	49	January 1997 - present	Yes	20.3	No
Liang Qing	Executive Director	Male	55	June 2002 - present	Yes	20.3	No

Kang Yi	Independent Non-executive Director	Male	68	June 2002 -June 2008	Yes	2.5	No
Wu Jianchang	Independent Non-executive Director	Male	70	June 2008 - present	Yes	2.5	No
Yin Hongshan	Independent Non-executive Director	Male	63	June 2003 - present	Yes	5	No
Zhang Rui	Independent Non-executive Director	Female	46	August 2006 - present	Yes	5	No
Tu Shutian	Independent Non-executive Director	Male	45	August 2006 - present	Yes	5	No
Wang Maoxian	Chairman of the Supervisory Committee	Male	56	June 2003 -June 2008	Yes	0	No
Li Ping	Supervisor	Male	50	June 2003 - present	Yes	52.3	No
Gan Chengjiu	Supervisor	Male	46	June 2003 - present	Yes	52.3	No
Hu Faliang	Chairman of the Supervisory Committee	Male	49	June 2008 - present	Yes	52.3	No
Wu Jimeng	Supervisor	Male	50	June 2008 - present	Yes	52.3	No
Liu Qianming	Supervisor	Male	46	June 2008 - present	Yes	13.1	No
Liu Yuewei	Deputy General Manager	Male	48	May 2001 - December 2008	Yes	52.68	No
Liu Jianghao	Chief Engineer	Male	47	November 2001 - present	Yes	51.24	No
Pan Qifang	Company Secretary (Domestic)	Male	44	January 2006 - present	Yes	15.8	No
Tung Tat Chiu, Michael	Secretary to the Board (Hong Kong)	Male	46	January 1997 - present	Yes	5	No

6. REPORT OF THE DIRECTORS

6.1 Chairman's Statement

To shareholders,

Thanks for your trust and support towards the Group. Based on the consolidated financial statements prepared in accordance with PRC GAAP, the revenue of the Group amounted to RMB53,972.43 million (2007: RMB43,337.08 million), representing an increase of RMB10,635.35 million or 24.54% from last year. Net profit attributable to equity holders of the Company amounted to RMB2,285.10 million (2007: RMB4,533.75 million), representing a decrease of RMB2,248.65 million or 49.60% from last year. Basic earnings per share was RMB0.76 (2007: RMB1.53), representing a decrease of RMB0.77 or 50.33% from last year. The comparative financial information has been restated as a result of the retrospective adjustment to apply merger accounting principle for business combination under common control and changes in accounting policy of Safety Fund.

The Board has recommended distributing to all shareholders of a final dividend of RMB0.08 per share (inclusive of taxes) for the year ended 31 December 2008 (2007: RMB0.3 per share (inclusive of taxes).

Industry Development and Market Review

A decline in global copper price after an upsurge was witnessed in 2008. Under the impact of United States financial crisis, the shift from bull market to bear market was completed within a month in the copper market. In the first half of the year, the short supply of copper cathode and depreciation of US dollar supported high copper price in London Metal Exchange ("LME"), once reaching historical high of US$8,940 per tonne. However, around the end of September, the U.S. subprime mortgage crisis further deteriorated leading to a global financial tsunami, and it rapidly affected the substantial economy. The sudden global economic downturn brought a slump in both capital market and commodity market causing a collapse in global copper price.

As revealed from the statistics of World Bureau of Metal Statistics (WBMS), the global refined copper output was 18.48 million tonnes while copper consumption was 18.16 tonnes in 2008. The output of refined copper in China amounted to 3.70 million tonnes, representing an increase of 10% over last year. Apparent consumption volume reached 5.10 million tonnes, representing an increase of 4.94% over last year. Imported refined copper reached 1.456 million tonnes, representing a decrease of 2.44% from last year.

During the reporting period, the average closing price of three-month copper futures and the average closing price of copper spot on LME were US$6,888 per tonne and US$6,956 per tonne, representing decrease of 2.82% and 2.27% respectively as compared with last year. As in China, the monthly weighted average price of three-month copper futures (inclusive of tax) and the monthly weighted average price of current-month copper future (inclusive of tax) during the reporting period were RMB55,599 per tonne and RMB56,609 per tonne, representing a decrease of 10.48% and 9.48% respectively as compared with last year.

Business Review

During the reporting period, the Group adopted the strategy "to develop mines, consolidate smelting, improve refining and diversify into related sectors", strengthening its long-term development. Accordingly, the following measures have been taken:

(1) Promotion of resources development strategy leading to a surge of resources reserves

During the reporting period, the Group acquired Yinshan Lead-Zinc Mine and Dongxiang Copper Mine in China, which were owned by JCC, the controlling shareholder; outside the territory , the Group jointly acquired the mining rights of Aynak Copper Mine in Afghanistan with China Metallurgical Group Corporation ("CMCC"), jointly acquired Northern Peru Copper Corp. ("NPC") with China Minerals Non-ferrous Metals Co., Ltd., and made certain progress in exploration in Zhu Sha Hong Mine, with proven reserves of copper metal amounting to 1.2 million tonnes. During the reporting period, the additional copper metal, gold and silver reserves of the Group amounted to 6.09 million tonnes, 145 tonnes, and 1,700 tonnes respectively.

(2) Expansion of rare metals business

During the reporting period, the Group successfully carried out polymetallic strategy for copper related multi-metals. It acquired business in relation to rare metal businesses such as molybdenum, selenium, rhenium, tellurium, and bismuth from JCC, its controlling shareholder, thus becoming one of the largest rare metal producers in China.

(3) Abundant capital raised from the issue of bonds with detachable warrants ("Bonds with Warrants") in an amount of RMB6.8 billion.

During the reporting period, the Group successfully issued Bonds with Warrants in an amount of RMB6.8 billion in the most grim capital market, providing us with abundant capital amid the global financial crisis. The Group replaced certain debts with the certain proceeds, which lowered financial costs, substantially reduced short-term borrowing, and improved debt structure.

(4) Expansion of production capacity and market share

During the reporting period, the Group greatly upgraded production capacity of its major product, copper cathode, through technology innovations. By the end of the reporting period, the Group's production capacity of copper cathode has exceeded 800,000 tonnes per year, by-products like gold and sulphuric acid have also experienced remarkable increases in the production capacity.

With more diversified copper processing products, the Group started to expand into copper pipe, copper foil and enamelled wire fields with higher technology requirements. As a result, a more comprehensive copper processing product line has formed, boosting the production capacity of copper processing products from 370,000 tonnes to over 450,000 tonnes.

Prospect and Strategy

Looking ahead to the year of 2009, owning to the continuing downturn of the macro-economic environment around the globe, real estate, automobile and manufacturing industries which mainly support the consumption of copper are expected to continue the depression as in the fourth quarter of 2008. The end of stagnancy is hardly seen in short-term, leading to a gradual increase in the copper inventory. Before any recovery on the macro-economic environment and effective demand rebound, copper price is not likely to rise again substantially in 2009.

On the other hand, with rescuing policies adopted by different governments to stimulate the economic growth, especially domestic demand stimulation and revival plans for nonferrous metal sector by the PRC government, copper price decline will be buffered in short term. In addition, profound positive effects are expected for metal prices. A surge in commodity price since 2003 has further illustrated scarcity and intrinsic value of resources. Merger and acquisition and restructuring in resources industry in 2009 around the globe are expected to be intensified and in larger scale given the dramatic price plunge. The trend that, resources are concentrating toward a few mining oligarchs, would become obvious, which facilitates long-term development of the industry. Moreover, as almost all global major economic systems are injecting liquidity to market on a large scale to tackle the economic crisis, we believe that price of commodities including copper will increase steadily in general.

In the second half of 2008, copper smelting and processing fee started to rebound. In 2009, nine major copper refiners in China reached consensus with suppliers that copper treatment charge would be US$75 per tonne and refinery charge US7.5 cents per pound. The rise of smelting and processing fee enhanced our profitability, but price of sulfuric acid, the by-product of refinery, experienced a steep plunge in the fourth quarter of 2008 and still lingered low, nullified any substantial consolidated income from smelting and processing.

Gold is a notable safe haven in the financial crisis, whose price is expected to stay in high level in 2009.

Despite greater operating risks led by the financial crisis and the rigid market environment, the Group has enhanced its comprehensive capacity through the rapid expansion in the past few years. The increase in resources reserves and the improvement in the financial position have greatly enhanced its capacity for sustainable development and risk resistance. There are both crisis and opportunity in 2009. The Group will strengthen its internal management and system efficiency. In the background of more investments by the government, tax reduction and revival plans for nonferrous metal sector, the Group will utilize the low tide of production factors and resources, turning crisis into opportunity. Major steps are:

(1) Seek expansion opportunities at low cost. Guided by its development strategy, the Group will proactively seek opportunities to acquire enterprises whose business are closely related to the Group's business and expand at low cost. The present resources price bottom provides an opportunity for the Group to raise resource control reserves.

(2) Accelerate construction in progress at low cost. Amid the decline in prices of materials, equipment, labour, energy resources and other production materials, the Group will speed up the development and construction of internal and overseas projects to lower investment cost.

(3) Lower cost by technology upgrade. Fully utilizing the platform such as National Copper Refining and Processing Engineering Technology Research Center and postdoctoral research station, the Group will tackle key technology problems and carry out all-round technology reform. We will improve the recycling rate of gold, copper and molybdenum, press ahead development for new copper processing products, and enhance abstraction and processing of rare metals as well as precious metals. Efforts will be paid to make breakthrough in abstraction and processing of rare metals and precious metals, so as to form a new growth point of the economy.

(4) Optimize process and create efficient operating platform

In 2008, the Group acquired business related to its principal copper business from JCC, the controlling shareholder. The Company will integrate its internal operation upon acquisition of this portion of business, optimize structure, complete staff assessment mechanism, promote basic salary system reform, and boost morale of its staff at work.

Gratitude

On behalf of the Board, I would like to thank our shareholders and all circle of life for their care and support throughout the years, and I also wish to extend sincere gratitude to all Directors, Supervisors, senior management members for their contribution and to our diligent staff during the past year.

Li Yihuang
Chairman

Jiangxi, the People's Republic of China
31 March 2009

6.2 Management Discussion and Analysis

The management of the Group is pleased to provide the following discussion and analysis of the Group's 2008 business results for better understanding of investors in reading the annual report. Unless otherwise specified, the financial data mentioned in this discussion and analysis is mainly extracted from the consolidated financial statements of the Group prepared under the PRC GAAP. The comparative financial information has been restated as a result of the retrospective adjustment to apply merger accounting principle for business combination under common control and changes in accounting policy of Safety Fund.

1. *Working Capital and Cash Flow*

During the reporting period, due to a decrease in inventory balance and profit generated from operating activities, the Group's net cash flow from operating activities amounted to RMB6,249.42 million, representing an increase of RMB4,645.88 million (or 289.73%) from same period last year.

During the reporting period, net cash flow generated from operating activities exceeding net profit of RMB4,051.90 million was mainly due to RMB738.39 million of provision for the impairment of assets, RMB813.93 million of depreciation of fixed asset made by the Group during the reporting period, RMB353.51 million of financial costs incurred, a decrease of RMB2,235.64 million in inventory balance, a decrease of RMB959.32 million in balance of trade receivables and an increase of RMB1,049.70 million in balance of trade payables.

During the reporting period, net cash outflow from investment activities was RMB-4,071.32 million, decrease by RMB720.76 million or -21.51% from the same period last year, mainly attributable to cash payment of RMB2,469.04 million for acquisition of long-term assets, payment of cash consideration of RMB95.53 million for investment in MCC-JCC Aynak Minerals Company Limited (中冶江銅艾娜克礦業有限公司) and Nanchang Commercial Bank, and payment of cash consideration of RMB1,585.49 million for acquisition of copper related business from JCC, the controlling shareholder of the Group.

During the reporting period, the Group raised proceeds of RMB6,686.33 million from the issuance of Bonds with Warrants, received RMB7,247.17 million of loan in cash, paid RMB1,000 million in cash for redemption of short-term debentures, paid RMB12,853.09 million in cash for debt repayment to bank, paid RMB1,379.91 million in cash for dividend and interests. During the reporting period, the Group's net cash flow from financing activities amounted to RMB-1,297.82 million, representing a decrease of RMB4,184.01 million or 144.97% from same period last year, mainly attributable to the substantial repayment of bank loans.

As at the end of the reporting period, balance of cash and cash equivalents of the Group reached approximately RMB3,944.77 million, representing an increase of RMB876.47 million or 28.57% from last year.

2. *Financial Position and Capital Structure*

As at the end of the reporting period, total assets and liabilities of the Group decreased to RMB34.151 billion and RMB13.032 billion respectively from RMB34.942 billion and RMB14.920 billion at the end of 2007 as a result of repayment of certain debts. The asset-liability ratio (liabilities divided by total assets) was 38.16%, representing a decrease of 4.54 percentage points. Capital-liabilities ratio (liabilities divided by shareholders' equity) was 61.71%.

3. *Analysis on changes in items of financial statements*

(1) Analysis on major items in the Group's assets (consolidated balance sheet items) with significant changes:

Inventory: As at the end of the reporting period, the inventory balance of the Group decreased by RMB2,815.28 million or 29.02% from the end of last year while the percentage of inventory accounting for total assets decreased from 27.76% at the end of last year to 20.16%, mainly due to the price decline of main products and raw materials.

Short-term borrowing: As at the end of the reporting period, the balance of short-term borrowing of the Group decreased by RMB6,135.80 million or 67.44% from the end of last year while the percentage of short-term borrowing accounting for total assets decreased from 26.04% at the end of last year to 8.68%, attributable to the repayment of certain short-term borrowing as a result of the issuance of Bonds with Warrants by the Group during the reporting period.

Bonds payable: As at the end of the reporting period, the balance of bonds payable of the Group increased by RMB4,747.88 million over the end of last year, due to the issuance of Bonds with Warrants in an amount of RMB6.8 billion by the Group during the reporting period.

(2) Analysis on items in consolidated income statement with significant changes:

Cost of sales: During the reporting period, the Group's operating cost increased by RMB10,918.40 million, or 30.12% as compared with the same period last year, mainly attributable to the increases in sales volume and proportion of outsourced raw material.

Taxes and surcharges: During the reporting period, the Group's taxes and surcharges increased by RMB110.79 million or 65.87% as compared with the same period last year, mainly attributable to the increased resource taxes in 2008 compared to the same period last year resulting from higher mining resource taxes levied by the authorities in August 2007.

Distribution and selling costs: During the reporting period, the Group's distribution and selling costs increased by RMB78.44 million or 41.29% as compared with the same period last year, mainly attributable to the increase in sales volume.

Provision for the impairment of assets: During the reporting period, the Group's provision for the impairment of assets increased by RMB755.41 million, or 4,437.03% as compared with the same period last year, mainly because the Group has made provisions of RMB579.63 million for write-down of inventories to net realizable value, and provisions of impairment of RMB158.76 million for trade and other receivables, fixed assets and intangible assets.

Loss from changes of fair value: During the reporting period, the Group's loss from changes of fair value increased by RMB111.07 million or 345.93% as compared with the same period last year, mainly attributable to unrealised losses or gains arising from changes of fair value of the outstanding commodity derivative contracts not qualified for hedge accounting and the embedded derivative financial instruments.

Investment income: During the reporting period, the Group's investment income decreased by RMB1,051.81 million or 1,673.94% as compared with the same period last year, mainly attributable to the loss from the settlement of commodity derivative contracts not qualified for hedge accounting.

Operating profit, net profit, net profit attributable to shareholders of the Company: During the reporting period, the Group's operating profit, net profit, net profit attributable to shareholders of the Company decreased by RMB2,472.96 million or 45.16%, RMB2,456.94 million or 52.79% and RMB2,248.65 million or 49.60%, respectively, as compared to the corresponding period last year, mainly attributable to lower product price, increased costs of fuel and raw materials and electricity, increased resources tax and provision for impairment of assets.

Minority interests: During the reporting period, the Group's minority interests decreased by RMB208.29 million or 172.56% as compared with the same period last year, mainly attributable to net loss incurred by certain non-wholly-owned subsidiaries of the Group during the reporting period as compared to the same period last year.

4. *Technological Innovations*

During the reporting period, the Group has enhanced technology platform construction, advanced development of key technologies and attained certain achievements: The first national enterprise engineering technology research center for the copper industry in China was established by the Group after passing the demonstration of “National Copper Refining and Processing Engineering Technology Research Center” organised by the Ministry of Science and Technology. The Group’s “Key Technology for Copper Recovery from Copper Smelting Slag and Slag Processing Project with Annual Capacity of 500,000 Tonnes” was awarded with the title of “High-Tech Industrialization Project of Jiangxi Province”. Industrial tests research for 200 cubic meters float processing machine jointly carried out by the Group and Beijing General Research Institute of Mining & Metallurgy has been completed and passed the examination of Nonferrous Metals Society of China as well. The major projects currently being carried out by the Group include: Under the National Science & Technology Pillar Program: Research on Key Technology for Effective Development and Utilization of Dexin Copper Mine Resources and Research on Production Technology for High Standard Electrolytic Copper Foil with Annual Capacity of 4,000 Tonnes; Under the National 863 Project: Research on Localization and Industrialization of Copper-aluminum Contact Wires Used for Magnetic Levitation Vehicles Rails and Research on Key Technology for Extraction of Nsulphide Ore, and industrial test for 300 cubic meters float processing machine. During the reporting period, a total of RMB21.36 million was invested in scientific research by the Group.

5. *Energy Saving and Emission Reduction*

As approved by the State Environmental Protection Administration of China, the Group was honoured the 2005 Green Oriental Enterprise Environmental Prize of the China Environmental Award issued by China Environmental Protection Foundation.

During the reporting period, the Group has kept enforcing energy saving and emission reduction, and steadily working on the relevant projects: The Group made additional investment of RMB46.29 million for the project of expansion of copper recovering from slag; additional investment of RMB16.51 million for project of utilization of the heat recovered from smelting process; additional investment of RMB660,000 for project of utilization of residual heat from anode furnace and additional investment of RMB180,000 for project of flue gas residual heat recovery.

6. *Major Suppliers and Customers*

During the reporting period, the purchase from the Group's top five suppliers amounted to RMB8,010.18 million, representing 12.57% of the total purchases amount for the year.

During the reporting period, the revenue to the Group's top five customers amounted to RMB7,682.35 million, representing 14.33% of the total revenue amount for the year.

7. *Production Operation Plan for 2009*

In 2009, the Group plans to produce 800,000 tonnes of copper cathode, 20 tonnes of gold, 430 tonnes of silver, 220,000 tonnes of sulphuric acid, 167,000 tonnes of copper concentrate with copper and 480,000 tonnes of copper rods and wires and other copper processing products.

As the price of the Group's principal products are susceptible to the fluctuations of the international market as well as the ever changing sources of raw materials and methods of transactions (for instance, the production volume generated through buyout of materials and outsourced processing can be the same, but the respective sales can differ significantly), the Group may timely adjust its plan in accordance with the market changes.

6.3 Principal Operations by Industry and Product

Unit: '000 Currency: RMB

By industry	Operating revenue	Operating cost	Operating profit margin (%)	Increase/(decrease) in operating revenue from last year (%)	Increase/(decrease) in operating cost from last year (%)	Increase/(decrease) in operating profit margin from last year (%)
Copper cathode	23,602,217	22,279,757	5.60	49.29	62.70	Decreased by 7.78 percentage points
Copper rod and wire	17,448,299	16,399,129	6.01	-1.27	5.19	Decreased by 5.77 percentage points
Precious metals (gold/silver)	4,535,103	3,263,308	28.04	32.89	29.88	Increased by 1.67 percentage points
Chemical products (sulphuric acid and sulphuric concentrate)	2,602,402	602,980	76.83	218.57	35.66	Increased by 31.24 percentage points
Copper processing products other than copper rod and wire	3,953,692	3,789,878	4.14	6.43	15.24	Decreased by 7.33 percentage points
Rare metals	1,058,965	306,942	71.01	-11.04	29.36	Decreased by 9.05 percentage points

Other products	393,798	168,185	57.29	31.69	38.87	Decreased by 2.21 percentage points
Total	53,594,476	46,810,179	12.66	24.88	30.43	Decreased by 3.72 percentage points
Revenue from other business	377,957	355,847	5.85	-10.01	-0.87	Decreased by 8.68 percentage points
Total	53,972,433	47,166,026	12.61	24.54	30.12	Decreased by 3.75 percentage points

During the reporting period, the Company acquired certain business from JCC, the controlling shareholder of the Company, mainly including three categories: (1) business related to exploration and development of resources such as copper, gold, silver, lead and zinc; (2) business engaged in business related to rare metals such as molybdenum, selenium, rhenium, tellurium and bismuth; (3) business engaged in financial services, ancillary business for production, copper processing and trading and sales. As such, the Group's resources reserves was further expanded, with additional copper metal reserve (exclusive of ores with low-grade of metal reserve) of 975,000 tonnes in aggregate, and copper concentrate with copper with additional metal volume of 5,600 tonnes per year. Meanwhile, the Group has had an annual production capacity of 3,500 tonnes of molybdenum (in the average grade of 45%) . The Group also included the production capacity for rare metals such as selenium, rhenium, tellurium and bismuth and became one of the largest producers of rare metals such as selenium, rhenium, tellurium, and bismuth in China. With much more diversified copper processing products, the Group started to expand into copper pipe, copper foil and enameled wire field with relatively high technology. As a result, a more comprehensive copper processing production line has been established, boosting the production capacity of copper processing products from 370,000 tonnes to over 450,000 tonnes. In view of the additional businesses, the Group adjusted its major business segments according to industry.

(1) Copper cathode

During the reporting period, despite the decline in selling price compared with last year, operating revenue from copper cathode increased by RMB7,792.18 million or 49.29% compared with last year, due to a considerable increase in sales volume of copper cathode. Cost of sales of copper cathode increased by RMB8,585.76 million or 62.70% compared with last year, resulting from the increase in the quantity and proportion of outsourced raw materials, as well as surging prices of fuel, raw materials and electricity. With the slump of the market price of copper cathode in the fourth quarter of the year, the copper cathode produced by the Group was sold at the price lower than the cost because of the higher raw material cost purchased in the previous periods. Therefore, the increase in cost of sales outweighed that of operating revenue during the year. As a result, operating profit of copper cathode decreased by RMB793.58 million or 37.50% in the year compared with last year while operating profit margin decreased from 13.38% last year to 5.60%.

(2) Copper rod and wire

During the reporting period, the increase in operating revenue of copper rod and wire as a result of an increase in sales volume was not able to offset the decrease in operating revenue caused by the decline in selling price. Thus, operating revenue of copper rod and wire decreased by RMB225.02 million or 1.27% compared with last year. Cost of sales of copper rod and wire increased by RMB808.51 million or 5.19% compared with last year due to the increase in sales volume of copper rod and wire and proportion of outsourced copper raw materials. Operating profit of copper rod and wire decreased by RMB1,033.53 million or 49.62% compared with last year and operating profit margin decreased from 11.78% to 6.01%.

(3) Precious metals (gold/silver)

During the reporting period, operating revenue of precious metals increased by RMB1,122.38 million or 32.89% due to the increase in sales volume and selling price. Cost of sales of precious metals increased by RMB750.69 million or 29.88%, attributable to the increase in quantity and purchase price of outsourced raw materials. Operating profit of precious metals increased by RMB371.69 million or 41.29% compared with last year while operating profit margin increased from 26.37% to 28.04%.

(4) Chemical products (sulphuric acid and sulphuric concentrate)

During the reporting period, operating revenue of chemical products increased by RMB1,785.51 million or 218.57% due to the increase in sales volume and selling price. Cost of sales of chemical products increased by RMB158.52 million, or 35.66%, due to the increase in sales volume. Operating profit of chemical products increased by RMB1,626.99 million or 436.86% compared with last year while operating profit margin increased from 45.59% to 76.83%.

(5) Other copper processing products (excluding copper rod and wire)

During the reporting period, despite the decline in the selling price of other copper products compared with last year, operating revenue of other copper processing products increased by RMB238.99 million or 6.43% compared with last year due to the increase in sales volume. Cost of sales of other copper products increased by RMB501.31 million, or 15.24%, due to the increase in sales volume. With the slump of the market price of copper processing products in the fourth quarter of the year, the copper processing products produced by the Group was sold at the price lower than the cost because of the higher copper raw material cost purchased in the previous periods. As a result, operating profit of other copper products decreased by RMB262.31 million or 61.56% compared with last year while operating profit ratio decreased from 11.47% to 4.14%.

(6) Rare metals

During the reporting period, the increase in operating revenue of rare metals caused by an increase in sales volume was not able to offset the decrease in operating revenue caused by the decline of its selling price. Thus, operating revenue of rare metals decreased by RMB131.41 million or 11.04% compared with last year. Cost of sales of rare metals increased by RMB69.67 million or 29.36% due to the increase in sales volume. Operating profit of rare metals decreased by RMB201.08 million or 21.10% compared with last year while operating profit margin decreased from 80.07% to 71.01%.

(7) Other products

During the reporting period, due to the increase in sales volume of the Group's other products, operating revenue and cost of sales increased by RMB94.75 million (or 31.69%) and RMB47.07 million (or 38.87%) respectively compared with last year. Operating profit increased by RMB47.68 million or 26.80% while operating profit margin decreased from 59.50% to 57.29%.

7. SIGNIFICANT EVENTS

7.1 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 Rules Governing the Listing of Securities ("Listing Rules") on the Stock Exchange. Having made specific enquiries to all Directors and Supervisors, the Company confirms that all the Directors and Supervisors have complied with the requirements of the Model Code during the reporting period.

7.2 Code on corporate governance practices

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 throughout the reporting period.

7.3 Purchase, sale or redemption of the Company's listed securities

During the reporting period, the Company has not redeemed any of its listed securities. Neither the Company nor any of its subsidiaries had purchased or sold any of the Company's listed securities during the reporting period.

7.4 Closure of Register of Members

Pursuant to the "Enterprise Income Tax Law of the PRC"《中華人民共和國企業所得稅法》and the relevant implementing rules which came into effect on 1 January 2008 and the "Notice of the Issues concerning Withholding the Enterprise Income Tax on the Dividends Paid by Chinese Resident Enterprises to H Share Holders Which are Overseas non-resident Enterprises"《關於中國居民企業向境外H股非居民企業股東派發股息代扣代繳企業所得稅有關問題的通知》issued by the State Administration of Taxation on 6 November 2008, the Company is required to withhold and pay corporate income tax at the rate of 10% before distributing the final dividend to non-resident enterprise shareholders as appearing on the H share register of members of the Company. Any shares registered in the names of non-individual registered shareholders (including HKSCC Nominees Limited, other corporate nominees, trustees or other entities and organisations) will be treated as being held by non-resident enterprise shareholder and will therefore be subject to the withholding of the corporate income tax. Shareholders and investors should peruse the contents above carefully. If shareholders' names appear on the H Shares register of members, please refer to nominees or trust organization for details of the relevant arrangements. The Company has no obligation and shall not be responsible for confirming the identities of the shareholders. The Company will strictly comply with the law, and withhold and pay the corporate income tax on behalf of the relevant shareholders based on the H Shares register of members of the Company as of the record date (please refer to the notice of 2008 annual general meeting to be published by the Company for details). The Company will not accept any requests relating to any delay in confirming the identity of the shareholders or any errors in the identity of the shareholders.

In order to determine the holders of H Shares who are entitled to receive the final dividend for the year ended 31 December 2008, the register of members of the Company will be closed from Tuesday, 26 May 2009 to Friday, 26 June 2009 (both dates inclusive), during which period no transfer of shares will be registered.

7.5 Detailed results announcement

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

8. REPORT OF THE SUPERVISORY COMMITTEE

The Supervisory Committee is of opinion that the Company operates in compliance with laws, and there exists no problems in the Company's financial status, use of raised proceeds, acquisition and disposal of assets, as well as connected transactions.

8.1 Independent Opinion of the Supervisory Committee on Compliance of the Company's Operation

During the reporting period, the Company implemented surveillance over its shareholders' general meetings, the procedure for convening meetings of the Board, matters to be resolved, execution of resolutions of shareholders' general meetings by the Board, as well as the integrity, diligence and commitment of the Company's Directors and senior management, in accordance with relevant provisions of Company Law and the Articles of Association of the Company. The Supervisory Committee is of the opinion that the Company's decision-making procedure is lawful and its operation is in strict compliance with the control system. No misappropriation of the Company's funds by connected parties was found, and the Company has not provided guarantee for any connected parties, other individuals or any third parties. Directors and senior management seriously carried out their commitments in respect of integrity and diligence and did not take any actions which were in violation of laws, regulations or the Company's Articles of Association nor detrimental to the Company's interests when discharging their duties.

8.2 Independent Opinion of the Supervisory Committee on Examination of the Company's Financial Position

The Supervisory Committee approved the examination and audit on the Company's financial status and financial structure and is of the opinion that the Company's financial status is sound without any significant risks. The Supervisory Committee considers that the 2008 financial reports prepared under PRC GAAP and IFRS, as audited by the domestic and overseas accounting firms, give an objective, fair and true view of the Company's financial status and operating results.

8.3 Independent Opinion of the Supervisory Committee on Use of the Last Raised Proceeds by the Company

During the reporting period, there was no change in use of raised proceeds. The proceeds were invested in the projects as undertaken.

8.4 Independent Opinion of the Supervisory Committee on Acquisition and Disposal of Assets of the Company

During the reporting period, the Company acquired assets from JCC at fair price and there was no insider trading. There was no indication of damage to minority shareholders' interests or dissipation of the Company's assets. During the reporting period, the Company did not dispose of any assets.

8.5 Independent Opinion of the Supervisory Committee on Connected Transactions of the Company

During the reporting period, the Company's procedure for entering into connected transactions complied with the relevant provisions of the Listing Rules. The disclosure of information on connected transactions was timely and sufficient. The execution of the contracts of connected transactions was reasonable and fair and was not detrimental to the interests of shareholders or the Company.

9. FINANCIAL REPORT

CONSOLIDATED INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2008

(Prepared in accordance with IFRSs)

	Notes	2008 RMB'000	2007 (Restated) RMB'000
REVENUE	3	**53,693,436**	43,168,883
Cost of sales		**47,433,301**	36,241,571
Gross profit		**6,260,135**	6,927,312
Other income and gains	4	**213,747**	191,878
Selling and distribution costs		**268,384**	189,948
Administrative expenses		**1,121,882**	973,174
Other expenses	5	**1,520,550**	34,602
Finance costs	6	**542,870**	424,368
Share of profits and losses of:			
Jointly-controlled entity		**3,000**	(314)
Associates		**(25,145)**	12,489
PROFIT BEFORE TAX	7	**2,998,051**	5,509,273
Income tax expense	8	**800,535**	854,813
PROFIT FOR THE YEAR		**2,197,516**	4,654,460

Attributable to:			
Equity holders of the company		**2,285,101**	4,533,754
Minority interests		**(87,585)**	120,706
		2,197,516	4,654,460
PROPOSED FINAL DIVIDEND	9	**241,827**	906,850
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY			
— Basic and diluted	10	**RMB0.76**	RMB1.53

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2008

(Prepared in accordance with IFRSs)

	Notes	**2008** *RMB'000*	2007 (Restated) *RMB'000*
NON-CURRENT ASSETS			
Property, plant and equipment		**14,053,056**	12,761,573
Prepaid land lease payments		**197,814**	200,365
Intangible assets		**945,942**	463,414
Exploration and evaluation assets		**71,880**	—
Interest in a jointly-controlled entity		**16,786**	13,786
Interests in associates		**508,338**	515,279
Available-for-sale investments		**327,400**	290,000
Deferred tax assets		**290,264**	92,207
Loans		**1,000**	4,000
Total non-current assets		**16,412,480**	14,340,624

	Notes		
CURRENT ASSETS			
Inventories		**6,886,056**	9,701,330
Trade and bills receivables	11	**3,976,405**	5,358,615
Prepayments, deposits and other receivables		**2,511,644**	2,257,199
Loans		**265,557**	223,855
Derivative financial instruments		**312,455**	54,704
Pledged deposits		**195,558**	125,960
Cash and cash equivalents		**3,944,766**	3,068,297
Total current assets		**18,092,441**	20,789,960
Total assets		**34,504,921**	35,130,584
CURRENT LIABILITIES			
Trade and bills payables	12	**1,414,640**	2,181,057
Other payables and accruals		**1,826,057**	1,260,386
Derivative financial instruments		**359,309**	—
Interest-bearing bank and other borrowings		**3,316,680**	9,602,471
Deposits from customers		**970,337**	194,388
Repurchase agreement		**—**	280,000
Dividend payable		**—**	3,621
Income tax payable		**276,184**	578,269
Total current liabilities		**8,163,207**	14,100,192
NET CURRENT ASSETS		**9,929,234**	6,689,768
TOTAL ASSETS LESS CURRENT LIABILITIES		**26,341,714**	21,030,392

TOTAL ASSETS LESS CURRENT LIABILITIES	**26,341,714**	21,030,392
NON-CURRENT LIABILITIES		
Interest-bearing bank and other borrowings	**147,250**	810,803
Bonds payable	**4,747,884**	—
Deferred revenue – government grants	**126,384**	115,537
Deferred tax liabilities	**78,109**	5,779
Provision for rehabilitation	**107,002**	48,224
Other long term payables	**16,109**	28,094
Total non-current liabilities	**5,222,738**	1,008,437
Net assets	**21,118,976**	20,021,955
EQUITY		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	**3,022,834**	3,022,834
Equity component of bonds with warrants	**2,008,917**	—
Reserves	**15,478,766**	15,614,740
Proposed final dividend	**241,827**	906,850
	20,752,344	19,544,424
Minority interests	**366,632**	477,531
Total equity	**21,118,976**	20,021,955

Notes:

1. BUSINESS COMBINATION INVOLVING ENTITIES UNDER COMMON CONTROL AND BASIS OF PRESENTATION

Pursuant to an acquisition agreement with JCC dated 16 January 2008, the Company acquired from JCC its copper related business (the "Targets") at a consideration of RMB1.59 billion (the "Acquisition").

Since the Company and the Targets were all ultimately controlled by JCC both before and after the business combination, and control is not transitory, the Acquisition is dealt with as business combinations under common control. The financial statements of the Group have been prepared based on the principles of merger accounting as if the business combinations under common control had occurred from the date when the Targets first came under the control of JCC.

The operating results previously reported by the Group for the year ended 31 December 2007 have been restated to include the operating results of the acquired companies and businesses as set out below:

	The Group (as previously reported)	**Acquired companies and businesses under common control**	**Total**	**Consolidation adjustment**	**The Group (as restated)**
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Operating profit:					
Revenue	41,280,618	7,920,368	49,200,986	(6,032,103)	43,168,883
Profit before tax	4,940,805	574,929	5,515,734	(6,461)	5,509,273
Profit for the year	4,218,274	437,657	4,655,931	(1,471)	4,654,460

The financial position previously reported by the Group at 31 December 2007 has been restated to include the assets and liabilities of the acquired companies and businesses as set out below:

	The Group (as previously reported) *RMB'000*	Acquired companies and businesses under common control *RMB'000*	Total *RMB'000*	Consolidation adjustment *RMB'000*	The Group (as restated) *RMB'000*
Financial position:					
Non-current assets	12,326,676	2,131,520	14,458,196	(117,572)	14,340,624
Current assets	17,893,507	3,613,941	21,507,448	(717,488)	20,789,960
Current liabilities	11,240,590	3,587,002	14,827,592	(727,400)	14,100,192
Non-current liabilities	584,781	421,088	1,005,869	2,568	1,008,437
Equity	18,394,812	1,737,371	20,132,183	(110,228)	20,021,955

2.1 BASIS OF PREPARATION

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). In addition, the financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and by the Hong Kong Companies Ordinance. The consolidated financial statements have been prepared on the historical cost basis, except for derivative financial instruments, which have been measured at fair value. These consolidated financial statements are presented in Renminbi ("RMB") and all values are rounded to the nearest thousand ("RMB'000") except when otherwise indicated.

2.2 IMPACT OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRSs")

The Group has adopted the following new interpretations and amendments to IFRSs for the first time for the current year's financial statements.

IAS 39 and IFRS 7 Amendments	Amendments to IAS 39 Financial Instruments: Recognition and Measurement and IFRS 7 Financial Instruments: Disclosure — Reclassification of Financial Assets
IFRIC 11	IFRS 2 — Group and Treasury Share Transactions
IFRIC 12	Service Concession Arrangements
IFRIC 14	IAS 19 — The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The adoption of these new interpretations and amendments has had no significant financial effect on these financial statements and there have been no significant changes to the accounting policies applied in these financial statements.

2.3 IMPACT OF ISSUED BUT NOT YET EFFECTIVE IFRSs

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

IFRS 1 and IAS 27 Amendments	Amendments to IFRS 1 First-time Adoption of IFRSs and IAS 27 Consolidated and Separate Financial Statements — Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate [1]
IFRS 2 Amendments	Amendments to IFRS 2 Share-based Payment — Vesting Conditions and Cancellations [1]
IFRS 3 (Revised)	Business Combinations [2]
IFRS 7 Amendments	Amendments to IFRS 7 Financial Instruments: Disclosure — Improving Disclosures about Financial Instruments [1]
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 [2]
IAS 32 and IAS 1 Amendments	Amendments to IAS 32 Financial Instruments: Presentation and IAS 1 Presentation of Financial Statements — Puttable Financial Instruments and Obligations Arising on Liquidation [1]
IAS 39 Amendment	Amendment to IAS 39 Financial Instruments: Recognition and Measurement — Eligible Hedged Items [2]
IFRIC 13	Customer Loyalty Programmes [3]
IFRIC 15	Agreements for the Construction of Real Estate [1]
IFRIC 16	Hedges of a Net Investment in a Foreign Operation [4]
IFRIC 17	Distribution of Non-cash Assets to Owners [2]
IFRIC 18	Transfers of Assets from Customers [2]

Apart from the above, the International Accounting Standards Board (the "Board") has also issued Improvements to IFRSs* which sets out amendments to a number of IFRSs primarily with a view to removing inconsistencies and clarifying wording. Except for the amendments to IFRS 5 which is effective for the annual periods on or after 1 July 2009, other amendments are effective for annual periods beginning or after 1 January 2009 although there are separate transitional provisions for each standard.

1 Effective for annual periods beginning on or after 1 January 2009
2 Effective for annual periods beginning on or after 1 July 2009
3 Effective for annual periods beginning on or after 1 July 2008
4 Effective for annual periods beginning on or after 1 October 2008

* Improvements to IFRSs contain amendments to IFRS 5, IFRS 7, IAS1, IAS 8, IAS 10, IAS 16, IAS 18, IAS 19, IAS 20, IAS 23, IAS 27, IAS 28, IAS 29, IAS 31, IAS 34, IAS 36, IAS 38, IAS 39, IAS 40 and IAS 41

Further information about those changes that are expected to significantly affect the Group is as follows:

The IFRS 2 Amendments clarify that vesting conditions are service conditions and performance conditions only. Any other conditions are non-vesting conditions. Where an award does not vest as a result of a failure to meet a non-vesting condition that is within the control of either the entity or the counterparty, this is accounted for as a cancellation. The Group expects to adopt IFRS 2 Amendment from 1 January 2009.

IFRS 3 (Revised) introduces a number of changes in the accounting for business combinations that will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results.

IAS 27 (Revised) requires that a change in the ownership interest of a subsidiary without loss of control is accounted for as an equity transaction. Therefore, such a change will have no impact on goodwill, nor will it give rise to a gain or loss. Furthermore, the revised standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of subsidiary. Other consequential amendments were made to IAS 7 Statement of Cash Flows, IAS 12 Income Taxes, IAS 21 The Effects of Changes in Foreign Exchange Rate, IAS 28 Investments in Associates and IAS 31 Interests in Joint Ventures.

The Group expects to adopt IFRS 3 (Revised) and IAS 27 (Revised) from 1 January 2010. The changes introduced by these revised standards must be applied prospectively and will affect future acquisitions, loss of control and transactions with minority interests.

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) introduces changes in the presentation and disclosures of financial statements. The revised standard 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, with 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 Group expects to adopt IAS 1 (Revised) from 1 January 2009.

Except as stated above, the Group expects that the adoption of the above new/revised IFRSs will not have any significant impact on the Group's financial statements in the period of initial application.

3. 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 tax, for the year. All significant transactions within the Group have been eliminated.

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

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Sales of goods		
— copper cathodes	**23,441,806**	15,730,618
— copper rods	**17,329,712**	17,584,537
— copper processing products	**3,953,692**	3,714,698
— gold	**3,238,632**	2,258,806
— silver	**1,296,471**	1,153,920
— sulphuric and sulphuric concentrate	**2,602,402**	816,894
— rare metals	**1,058,965**	1,190,377
— other joint products and by-products	**771,756**	719,033
	53,693,436	43,168,883

The Group's revenue and profit for the year 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.

4. OTHER INCOME AND GAINS

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Foreign exchange gain, net	**125,281**	12,684
Interest income	**52,418**	28,960
VAT return	**13,153**	39,305
Deferred revenue released to income statement	**9,098**	7,058
Gain on disposal of items of property,		
plant and equipment	**2,420**	880
Net gains of derivative financial instruments		
— commodity derivative contracts *(Note)*	**—**	84,386
Dividend income from available-for-sale investments	**5,259**	—
Others	**6,118**	18,605
	213,747	191,878

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

5. OTHER EXPENSES

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Net losses of derivative financial instruments		
— commodity derivative contracts *(Note)*	**1,363,494**	—
Provision for impairment of items of		
property, plant and equipment	**92,462**	—
Provision for impairment of intangible assets	**25,080**	—
Loss on disposal of items of		
property, plant and equipment	**13,123**	13,823
Donations	**12,054**	2,103
Others	**14,337**	18,676
	1,520,550	34,602

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

6. FINANCE COSTS

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Interest on borrowings	**404,906**	390,372
Interest on bonds with warrants	**70,471**	—
Interest on discounted notes	**67,493**	33,996
	542,870	424,368

7. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	2008	2007 (Restated)
	RMB'000	*RMB'000*
Cost of inventories sold *(Note)*	**45,003,638**	34,057,580
Depreciation	**813,928**	720,081
Amortisation of prepaid land lease payments	**7,780**	2,411
Amortisation of intangible assets	**21,313**	16,328
Minimum lease payments under operating leases of land use rights	**15,763**	15,000
Auditor's remuneration	**8,400**	6,100
Employee benefits expense (including directors' remuneration):		
— Wages and salaries	**886,522**	829,585
— Pension scheme contributions	**162,593**	127,179
— Housing fund costs	**35,812**	35,730
— Other staff costs	**201,612**	149,939
Foreign exchange gains, net	**(125,281)**	(12,684)
Provision/(reversal) for impairment of trade and other receivables	**41,216**	(10,968)
Provision of impairment of property, plant and equipment	**92,462**	—
Provision of impairment of intangible assets	**25,080**	—
Dividend income from available-for-sale investments	**(5,259)**	—
Provision/(reversal) for write-down of inventories to net realisable value	**579,632**	(6,057)
Net losses /(gains) for derivative financial instruments — commodity derivative contracts	**1,363,494**	(84,386)
Loss on disposal of items of property, plant and equipment	**13,123**	13,823

Note: Unrealised gains on embedded derivatives of RMB312,356,000 have been included in cost of inventories sold.

8. INCOME TAX EXPENSE

The major components of income tax expense for the years ended 31 December 2008 and 2007 are:

The Group	**2008**	2007
		(Restated)
	RMB'000	*RMB'000*
Current income tax payable:		
— PRC income tax	**925,026**	928,407
— HK income tax	**1,236**	2,943
	926,262	931,350
Deferred income tax	**(125,727)**	(76,537)
Income tax charge for the year	**800,535**	854,813

Hong Kong profits tax on two 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 year.

The provision for PRC current income tax is based on a statutory rate of 25% (2007:33%) of the assessable profits of the Group as determined in accordance with the relevant income tax rules and regulations of the PRC Corporate Income Tax Law, which come into effect on 1 January 2008, except for certain companies in Mainland China, which enjoy preferential tax rates during a transition period from 2008 to 2012.

9. DIVIDENDS

	2008	2007
	RMB'000	*RMB'000*
Declared and paid during the year:		
Equity dividends on ordinary shares:		
Final dividend for 2007: RMB0.3 per share (2006: RMB0.4 per share)	**906,850**	1,158,015
Proposed for approval at AGM (not recognised as a liability as at 31 December)		
Equity dividends on ordinary shares:		
Final dividend for 2008: RMB0.08 per share (2007: RMB0.3 per share)	**241,827**	906,850

On 6 June 2008, a dividend of RMB0.30 per share (tax inclusive) 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 respectively.

The directors propose to distribute a final dividend of RMB0.08 per share (tax inclusive) for the year ended 31 December 2008 (2007: RMB0.3). Total estimated dividends to be paid are approximately RMB241,827,000 (based on the existing issued 3,022,833,727 shares).

The proposed final dividend for the year is subject to the approval of the Company's shareholders at the forthcoming annual general meeting.

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

The calculation of the 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 year. Ordinary shares issued as part of the cost of business combinations involving entities under common control are included in the weighted average number of shares from the beginning of year 2007, since the Group incorporates into its income statement the acquiree's profits and losses for the year ended 31 December 2007.

The calculation of basic earnings per share is based on:

	2008	2007 (Restated)
Profit attributable to ordinary equity holders of the company *(RMB'000)*	**2,285,101**	4,533,754
Weighted average number of ordinary shares in issue during the year	**3,022,833,727**	2,970,687,489
	RMB0.76	RMB1.53

No diluted impact on earning per share has been taken into consideration, since during the period from issuance of the bonds with warrants to the balance sheet date, the average quoted market price of ordinary shares is lower than the exercise price of the warrants.

11. TRADE AND BILLS RECEIVABLES

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Trade receivables	**1,533,138**	2,089,748
Bills receivable	**2,620,066**	3,406,363
Less: Provision for impairment of trade receivables	**(176,799)**	(137,496)
	3,976,405	5,358,615

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 three month, extending up to one year 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:

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Within 1 year	**1,391,589**	1,947,512
1 to 2 years	**3,702**	3,956
2 to 3 years	**581**	4,006
Over 3 years	**137,266**	134,274
	1,533,138	2,089,748

The terms of bills receivable are all within six months.

12. TRADE AND BILLS PAYABLES

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Trade payables	**1,328,422**	1,931,135
Bills payable	**86,218**	249,922
	1,414,640	2,181,057

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

	2008	2007
		(Restated)
	RMB'000	*RMB'000*
Within 1 year	**1,267,645**	1,912,192
1 to 2 years	**47,978**	10,789
2 to 3 years	**7,307**	3,108
Over 3 years	**5,492**	5,046
	1,328,422	1,931,135

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

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

Jiangxi, the People's Republic of China
31 March 2009

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.