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Zijin Mining Group Co., Ltd.*

紫金礦業集團股份有限公司

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

(Stock code: 2899)

ANNOUNCEMENT
FURTHER INFORMATION ON THE PAYMENT OF
2010 FINAL DIVIDEND

Reference is made to the annual results announcement for the year ended 31 December 2010 dated 30 March 2011, the announcement about the notice of 2010 annual general meeting dated 13 April 2011, the announcement about the proposed final dividend and withholding and payment of enterprise income tax for non-resident enterprise shareholders in respect of 2010 final dividend dated 13 May 2011, the announcement about the resolutions passed at the 2010 annual general meeting dated 30 May 2011 and the announcements about the payment of final dividend on 22 June 2011 and 8 July 2011 (the "Announcements") of Zijin Mining Group Co., Ltd.* (the "Company"), the contents of which, among other things, relates to the payment of 2010 final dividend and the exchange rate. The terms defined in the Announcements shall apply hereto unless otherwise defined. The board of directors (the "Board") of the Company wishes to announce the following information on further development of the issue as stated in the Announcement.

Due to the recent change of PRC tax laws and regulations, the individual shareholders who are the holders of the Company's H shares and whose names appeared on the register of members of H shares of the Company (the "Individual H Shareholders") can no longer be exempted from individual income tax according to the Circular on the Questions Concerning Tax on the Profits Earned by Foreign Invested Enterprises, Foreign Enterprises and Individual Foreigners from the Transfer of Stocks (Stock Rights) and on Dividend Income (Guo Shui Fa [1993] No. 045) (《關於外商投資企業、外國企業和外籍個人取得股票（股權）轉讓收益和股息所得稅收問題的通知》(國稅發[1993]045號)) issued by the State Administration of Taxation. Pursuant to the prior communications with the competent tax authorities and the requirements of relevant PRC tax laws and regulations, the Company has temporarily withheld 20% of the total dividend distributed to the Individual H Shareholders as individual income tax of such shareholders at the time it distributed, on 8 July 2011, the final dividend for the year ended 31 December 2010 (the "2010 Final Dividend").

The PRC tax authorities have lately confirmed that the dividend received by the overseas resident individual shareholders from the stocks issued in Hong Kong by domestic non-foreign invested enterprises is subject to the payment of individual income tax, which shall be withheld by the withholding obligors according to the relevant laws. Pursuant to the State Administration of Taxation Notice on Matters Concerning the Levy and Administration of Individual Income Tax After the Repeal of Guo Shui Fa [1993] No. 45 (Guo Shui Han [2011] No. 348) (《國家稅務總局關於國稅發[1993]045號文件廢止後有關個人所得稅徵管問題的通知》(國稅函[2011]348號)) (the “SAT Notice”) dated 28 June 2011, and the letter entitled “Tax arrangements on dividends paid to Hong Kong residents by Mainland companies” issued by The Stock Exchange of Hong Kong Limited (the “Stock Exchange Letter”) dated 4 July 2011, the overseas resident individual shareholders of the stocks issued in Hong Kong by domestic non-foreign invested enterprises are entitled to the relevant preferential tax treatment pursuant to the provisions in the tax treaties entered into between the countries in which they reside and the PRC or the tax arrangements between the Mainland China and Hong Kong (Macau).

The Company will withhold and arrange for the payment of the withholding tax pursuant to the above opinions of the tax authorities and relevant tax laws and regulation, including the “Notice of the State Administration of Taxation in relation to the Administrative Measures on Preferential Treatment Entitled by Non-residents under Tax Treaties (Tentative)” (Guo Shui Fa [2009] No.124) (《國家稅務總局關於印發<非居民享受稅收協定待遇管理辦法(試行)>的通知》(國稅發[2009]124 號)) (the “Tax Treaties Notice”). The Company will determine the country of domicile of each of the Individual H Shareholders based on the registered address as recorded in the register of members of the Company on 30 May 2011 (the “Registered Address”). Given that the Company has temporarily withheld 20% of the total dividend distributed to the Individual H Shareholders at the time it distributed the 2010 Final Dividend, further arrangements by the Company for the payment of withholding tax of the Individual H Shareholders are as follows:

1. for Individual H Shareholders whose country of domicile is a country or region which has entered into a tax treaty with the PRC stipulating a dividend tax rate of less than 10%, the Company will withhold and pay individual income tax at the rate of 10% on behalf of the Individual H Shareholders and refund the additional amount of tax withheld. If such Individual H Shareholders would like to apply for a refund of the additional amount of tax withheld and paid, the Company can assist the relevant shareholder to handle the application for the underlying preferential tax benefits pursuant to the tax treaties, provided that the relevant shareholder shall submit to the H share registrar of the Company the information required under the Tax Treaties Notice within the time period

as specified below. Upon examination and approval by the competent tax authorities, the Company will assist in refunding the additional amount of tax withheld and paid;

2. for Individual H Shareholders whose country of domicile is a country or region which has entered into a tax treaty with the PRC stipulating a dividend tax rate of 10% or more but less than 20% (the applicable tax rate for the residents in Hong Kong and Macau is 10% for this purpose), the Company will directly withhold and pay individual income tax at the actual applicable tax rate stipulated in the relevant tax treaty and refund the additional amount of tax withheld; and
3. for Individual H Shareholders whose country of domicile is a country or region which has entered into a tax treaty with the PRC stipulating a dividend tax rate of 20%, or a country or region which has not entered into any tax treaties with the PRC, or in any other circumstances, the Company will withhold and pay individual income tax at the rate of 20% on behalf of the Individual H Shareholders, and no refund will be made with respect to the tax withheld.

If the actual domicile of an Individual H Shareholder is inconsistent with his/her Registered Address or if an Individual H Shareholder would like to apply for a refund of the additional amount of tax finally withheld and paid, such Individual H Shareholder shall provide relevant supporting documents as required under the Tax Treaties Notice in person to the H share registrar of the Company, Computershare Hong Kong Investor Services Limited at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong on or before 5 September 2011. Upon examination of the supporting documents by the relevant tax authorities, the Company will follow the instructions given by the tax authorities to implement relevant tax withholding provisions and arrangements. Alternatively, Individual H Shareholders may either personally or appoint a representative to attend to the procedures in accordance with the requirements under the Tax Treaties Notices if they fail to provide the relevant supporting documents to the Company within the time period stated above.

The Company intends to despatch to the Individual H Shareholders by ordinary mail at their own risk the cheques for the abovementioned refund (if any) of additional amount of tax withheld at the time it distributed the 2010 Final Dividend on or around 21 September 2011.

Should the H shareholders of the Company have any doubt in relation to the aforesaid arrangements, they are recommended to consult their tax advisors for relevant tax implications in Mainland China, Hong Kong and other countries (regions) on the possession and disposal of the H Shares of the Company.

As at the date of this announcement, the Board of Directors of the Company comprises Messrs. Chen Jinghe (Chairman), Luo Yingnan, Liu Xiaochu, Lan Fusheng, Huang Xiaodong, and Zou Laichang as executive directors, Mister. Peng Jiaqing as non-executive director, and Messrs. Su Congfu, Chen Yuchuan, Lin Yongjing, and Wang Xiaojun as independent non-executive directors.

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

Fujian, China, 22 August 2011

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