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 2011

1 IMPORTANT NOTICE

1.1 The board of directors (the "Board") and the supervisory committee (the "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 jointly and severally accept full responsibility for the truthfulness, accuracy and completeness of the information herein contained.

1.2 All the directors of the Company attended the Board meetings.

1.3 The consolidated financial statements of the Company and its subsidiaries (the "Group") for the year ended 31 December 2011 prepared in accordance with PRC Accounting Standards for Business Enterprises ("PRC GAAP") and International Financial Reporting Standards ("IFRSs") have been audited by Ernst & Young Hua Ming (domestic auditor) and Ernst & Young (overseas auditor) respectively with standard unqualified audit report issued.

1.4 The Company's Chairman, Li Yihuang, the principal accounting responsible person, Gan Chengjiu, and Manager of Financial Department (accounting chief), Jiang Liehui hereby warrant the truthfulness and completeness of the financial report as set out in the annual report.

1.5 The audit committee of the Company has reviewed the financial report for the year ended 31 December 2011.

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
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
E-mail	jccl@jxcc.com

2.2 Contact person and method

	Secretary to the Board	**Securities Affairs Representative**
Name	Pan Qifang	Pan Changfu
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	0701-3777736	0701-3777733
Facsimile	0701-3777013	0701-3777013
E-mail	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

	2011	**2010**	**Increase/ (decrease) from last year** *(%)*	**2009**
Revenue	**117,640,989**	76,440,859	53.90	51,714,648
Total profit	**7,670,876**	5,979,868	28.28	3,176,149
Net profit attributable to owners of the Company	**6,549,449**	4,907,141	33.47	2,349,254
Net profit after non-recurring profit and loss items attributable to owners of the Company	**6,457,402**	4,937,307	30.79	2,223,630
Net cash flow inflow/(outflow) from operating activities	**6,632,432**	-1,973,406	436.09	1,722,486

	As at 31 December 2011	**As at 31 December 2010**	**Increase/ (decrease) from the end of last year** *(%)*	**As at 31 December 2009**
Total assets	**68,149,629**	54,844,774	24.26	38,034,215
Equity attributable to owners of the Company	**39,302,921**	34,123,226	15.18	22,813,886

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

	2011	**2010**	**Increase/ (decrease) from the end of last year** *(%)*	**2009**
Basic earnings per share attributable to owners of the Company *(RMB)*	**1.89**	1.56	21.15	0.78
Diluted earnings per share attributable to owners of the Company*(RMB)*	**1.89**	1.48	27.70	0.72
Basic earnings per share after non-recurring profit and loss items attributable to owners of the Company*(RMB)*	**1.86**	1.57	18.47	0.74
Return on net assets attributable to owners of the Company (weighted average) *(%)*	**17.67**	18.29	Decreased by 0.62 percentage point	10.78
Return on net assets after non-recurring profit and loss items attributable to owners of the Company (weighted average) *(%)*	**17.42**	18.40	Decreased by 0.98 percentage point	10.21
Net cash flow inflow/(outflow) from operating activities per share *(RMB)*	**1.92**	-0.63	404.76	0.57

	As at 31 December 2011	**As at 31 December 2010**	**Increase/ (decrease) from the end of last year** *(%)*	**As at 31 December 2009**
Equity per share attributable to owners of the Company *(RMB)*	**11.35**	9.85	15.23	7.55

Non-recurring profit and loss items attributable to owners of the Company (prepared in accordance with the PRC GAAP)

Unit: '000 Currency: RMB

Non-recurring profit and loss items (Loss is stated as negative and gain is stated as positive)	**Amount**
Net losses on disposal of non-current assets	-127,976
Government grant as included in profit and loss of current year, other than those closely relating to business of enterprises and subject to a fixed amount or quantity under uniform national standard	102,999
Net fair value gains from financial assets and financial liabilities held for trading, and net investment gains from disposal of financial assets and liabilities held for trading and available-for-sale financial assets except for effective portion of normal transactions qualified for hedge accounting	244,384
Other non-recurring items included in non-operating income and expenses	-11,121
Other qualified non-recurring profit and loss items	366
Impact of income tax on non-recurring items	-88,544
Less: impact on minority interests (after tax)	28,060
Total	92,048

3.3 Major accounting data (Prepared in accordance with IFRSs)

Unit: '000 Currency: RMB

	2011	**2010**	**Increase/ (decrease)** *(%)*	**2009**
Revenue	**117,119,197**	76,138,869	53.82	51,430,623
Profit before tax	**7,708,583**	6,061,424	27.17	3,210,823
Income tax expenses	**1,060,392**	1,015,027	4.47	829,517
Profit/(Loss) attributable to non-controlling interests	**61,270**	58,822	4.16	-1,921
Profit attributable to owners of the Company	**6,586,921**	4,987,575	32.07	2,383,227
Basic earnings per share attributable to owners of the Company *(RMB)*	**1.90**	1.59	19.50	0.79
Diluted earnings per share attributable to owners of the Company*(RMB)*	**1.90**	1.51	25.83	0.73
Net cash flow inflow/(outflow) from operating activities	**6,632,432**	-1,973,405	436.09	1,722,486

	As at 31 December 2011	**As at 31 December 2010**	**Increase/ (decrease)** *(%)*	**As at 31 December 2009**
Total assets	**68,149,629**	54,844,773	24.26	38,427,695
Total liabilities	**28,343,634**	20,307,367	39.57	15,252,590
Equity attributable to owners of the Company	**39,302,921**	34,123,226	15.18	22,813,886
Equity per share attributable to owners of the Company *(RMB)*	**11.35**	9.85	15.23	7.55

3.4 Discrepancies between IFRSs and PRC GAAP

3.4.1 Reconciliation of net profit attributable to owners of the Company and equity attributable to owners of the Company in the consolidated financial statements prepared under PRC GAAP to those under IFRSs

Unit: '000 Currency: RMB

	Net profit attributable to owners of the Company		**Equity attributable to owners of the Company**	
			As at 31 December	As at 31 December
	2011	2010	**2011**	2010
Under PRC GAAP	**6,549,449**	4,907,141	**39,302,921**	34,123,226
IFRSs adjustments:				
Reversal of the safety fund expenses provided under the PRC GAAP but not used during the year	**37,472**	80,434	**—**	—
Under IFRSs	**6,586,921**	4,987,575	**39,302,921**	34,123,226

4 INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS

As at 31 December 2011, 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 the total number of the relevant class of shares *(%)*	Approximate Percentage of total issued share capital *(%)*
Jiangxi Copper Corporation ("JCC") *(note 2)*	Domestic shares	Beneficial owner	1,282,074,893(L)	61.78%(L)	37.02%(L)
Deutsche Bank Aktiengesellschaft	H shares	*(note 3)*	85,027,934(L)	6.12%(L)	2.46%(L)
			71,260,466(S)	5.13%(S)	2.06%(S)
			1,007,000(P)	0.07%(P)	0.03%(P)
JPMorgan Chase & Co.	H shares	(note 4)	84,131,667(L)	6.06%(L)	2.43%(L)
			2,805,338(S)	0.20%(S)	0.08%(S)
			62,783,149(P)	4.52%(P)	1.81%(P)

Note 1: "L" means long positions in the shares; "S" means short positions in the shares; "P" means lending pool in the shares.

Note 2: JCC also held 60,405,000 H shares, representing approximately 4.35% and 1.74% of the total number of H shares and total issued share capital of the Company, respectively, and such shares were registered with HKSCC Nominees Limited.

Note 3 : According to the corporate substantial shareholders notice filed by Deutsche Bank Aktiengesellschaft on 27 October 2011, the H shares were held in the following capacities:

Capacity	**Number of H shares**
Beneficial owner	8,359,284(L)
	3,184,216(S)
Investment manager	2,788,500 (L)
Person having a security interest in shares	72,873,150(L)
	68,076,250(S)
Custodian corporation / approved lending agent	1,007,000(L)

Pursuant to the said notice, such interests include (i) 90,000 H shares in short positions held in physically settled derivatives listed or traded on the Stock Exchange or traded on a Futures Exchange; and (ii) 2,727,000 H shares in long position and 149,000 H shares in short positions, both of which were held in cash settled unlisted derivatives.

Note 4 : According to the corporate substantial shareholders notice filed by JPMorgan Chase & Co. on 14 December 2011, the H shares were held in the following capacities:

Capacity	**Number of H shares**
Beneficial owner	13,154,518(L)
	2,805,338(S)
Investment manager	8,194,000 (L)
Custodian corporation / approved lending agent	62,783,149(L)

Pursuant to the said notice, such interests include (i) 421,000 H shares in long positions and 742,000 H shares in short positions, both of which were held in physically settled derivatives listed or traded on the Stock Exchange or traded on a Futures Exchange; (ii) 447,000 H shares in short positions were held in cash settled derivatives listed or traded on the Stock Exchange or traded on Futures Exchange; (iii) 21,680 H shares in short position which were held in physically settled unlisted derivatives; and (iv) 2,000,000 H shares in long position were held in cash settled unlisted derivatives.

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 2011.

5 PARTICULARS OF REMUNERATIONS OF DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT

Unit: Share

Name	Position	Sex	Age	Commencement date of term of office	Total remunerations received from the Company during the reporting period *(before tax)* *(RMB0'000)*	Whether received remuneration or allowance from shareholder or other related entities
Li Yihuang	Chairman	Male	49	24 January 2007	97.552	No
Li Baomin	Executive Director	Male	54	3 April 2007	97.552	No
Gan Chengjiu	Executive Director/ Financial controller	Male	49	26 June 2009	97.552	No
Hu Qingwen	Executive Director	Male	48	26 June 2009	97.552	No
Shi Jialiang	Executive Director	Male	65	26 June 2009	5	No
Gao Jianmin	Executive Director	Male	52	24 January 1997	20	No
Liang Qing	Executive Director	Male	58	12 June 2002	20	No
Gao Dezhu	Independent Non-executive Director	Male	71	26 June 2009	10	No
Wu Jianchang	Independent Non-executive Director	Male	73	6 June 2008	10	No
Zhang Rui	Independent Non-executive Director	Female	49	15 June 2006	10	No
Tu Shutian	Independent Non-executive Director	Male	48	15 June 2006	10	No
Hu Faliang	Chairman of the Supervisory Committee	Male	52	6 June 2008	63.25	No
Wu Jinxing	Supervisor	Male	49	26 June 2009	63.25	No
Lin Jinliang	Supervisor	Male	47	26 June 2009	63.25	No
Xie Ming	Supervisor	Male	55	26 June 2009	63.25	No
Wan Sujuan	Supervisor	Female	58	26 June 2009	5	No
Long Ziping	Deputy General Manager	Male	51	31 March 2009	68.25	No
Wu Jimeng	Deputy General Manager	Male	53	31 March 2009	68.25	No
Dong Jiahui	Deputy General Manager	Male	49	31 March 2009	68.25	No
Wang Chiwei	Deputy General Manager	Male	58	24 May 2001	68.25	No
Jiang Chunlin	Deputy General Manager	Male	43	25 August 2010	68.25	No
Fan Xiaoxiong	Chief Engineer	Male	49	27 October 2010	68.25	No
Wu Yuneng	Deputy General Manager	Male	49	25 March 2011	56.6475	No
Pan Qifang	Secretary to the Board (Domestic)	Male	47	19 April 2006	28	No
Tung Tat Chiu, Michael	Secretary to the Board (Overseas)	Male	49	24 January 1997	5	No
Total	—	—	—	— —	1,232.356	—

6 REPORT OF THE BOARD

6.1 Chairman's Statement

To shareholders,

Thank you very much for your trust and support. I am hereby pleased to announce that through the efforts of all staff, the Group has successfully overcome numerous difficulties such as shortage of raw material supply, rigid rise of costs, tension in power supply, drastic fluctuation in copper prices and rare floods and waterlogging, and realized our production and operational plans set for the year and hit a record high in product output and business performance, thus becoming the first enterprise in the Chinese copper industry with sales revenue exceeding RMB100 billion. Based on the audited consolidated financial statements for the year of 2011 prepared in accordance with the PRC GAAP, the consolidated revenue of the Group amounted to RMB117,640.99 million (2010: RMB76,440.86 million), representing an increase of RMB41,200.13 million or 53.90% from last year. Net profit attributable to owners of the Company amounted to RMB6,549.45 million (2010: RMB4,907.14 million), representing an increase of RMB1,642.31 million or 33.47% from last year. Basic earnings per share was RMB1.89 (2010: RMB1.56), representing an increase of RMB0.33 or 21.15% from last year.

Industry Development and Market Review

The price of copper had increased substantially in 2011 as compared with 2010. The average closing price of three-month copper futures and the average closing price of copper spot on London Metal Exchange were US$8,835/tonne and US$8,821/tonne respectively, representing increases of 17.02% and 17.09% from last year; the monthly weighted average price of three-month copper futures (inclusive of tax) and the monthly weighted average price of current month copper futures (inclusive of tax) on the Shanghai Futures Exchange were RMB66,296/tonne and RMB67,045/tonne respectively, representing an increase of 13.91% and 14.66% respectively from last year.

According to the statistics of Bloomberg, the global copper supply for 2011 was 19.78 million tonnes and copper consumption was 19.50 million tonnes. The production volume and consumption of refined copper in China amounted to 5.49 million tonnes and 7.91 million tonnes, respectively.

Business Review

During the reporting period, the Group continued to implement its development strategy "to develop mines, consolidate smelting, improve refining and diversify into related sectors" and mainly completed the following tasks:

(1) A series of key projects have been completed and put into operation successively and newly-commenced projects have been promoted in an accelerated way. Guixi Smelter's additional 50,000-tonne anode copper technology transformation, Yinshan Mining's 5,000-tonne production-expansion transformation, Dongtong Mining's Mine No. 5 deep mining and copper pipe Phase II project have been completed successfully and put into trial production. Good progress has been made in projects such as Kangxi Copper's 50,000-tonne blister copper technology transformation, Guangzhou 400,000-tonne copper rod and Dexing 600,000-tonne pyrite-based sulfuric acid production. The North Peru Project has completed bank-level feasibility study report and the Afghanistan Aynak Project has stepped up efforts in relics relocation and land acquisition, which are being actively pushed forward.

(2) The internal reform has been promoted in depth. The Group has set up the copper processing department of the technical center and built a technical research platform for deep processing. It has formulated the "12th five-year" human resources plan for the Company, drawn up a reform plan for the post performance salary system and deepened the reform of the personnel allocation system. It has also completed the overall plan for informationization and initiated the construction of integrated process system. In addition, it has basically completed the institutional reform and personnel allocation for secondary units and facilitated streamlining and high efficiency.

(3) It has built on schedule an internal control system that aims at building a comprehensive risk management through an internal control manual and with a focus on business processes, and put it into practice, thus further strengthening the Company's risk prevention ability.

(4) The establishment of National Copper Engineering Center has been basically completed and new progress has been made in scientific and technology innovation. Through three years of efforts, the National Copper Engineering Center has entered the period of subsequent construction, and basically had the conditions for state acceptance. The Industrial Academician Workstation of Jiangxi Province has formally settled in the Company, providing an important platform for the Company to introduce top talents. In 2011, 45 research projects of the Company completed expert review, while 7 achievements in scientific research passed provincial-level identification.

(5) It has further improved the business performance assessment system as well as the incentive and restraint mechanism, further optimizing the performance assessment: long and medium-term incentive plans have been implemented successfully, thus further improving the business performance assessment system and the incentive and restraint mechanism; it has promoted the performance assessment mode replacing total profits with RONA (return on net assets) to 8 subsidiaries, boosted organizational performance management for headquarters' departments and offices in an innovative way and carried out supply guarantee and efficiency-improvement assessment for the material and equipment department and the trade department, thus improving the overall performance of the Company.

Plans and Strategies for 2012

The world economy is now restructuring amidst difficulties and innovations, while the Chinese economy is also going through restructuring, and the downward pressure of economic growth and the pressure of inflation of prices coexist. The global economic instability and uncertainties over recovery increase, bringing more difficulties to the Company's production and operation.

In 2012, the plan for major production and operation of the Group is: to produce 1,090,000 tonnes of copper cathode; 25.4 tonnes of gold; 510 tonnes of silver; 2.61 million tonnes of sulphuric acid; 210,000 tonnes of copper contained in copper concentrate; and 696,000 tonnes of copper rods and wires and other copper processing products. As the price of the Group's principal products is 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 identical, but the sales income can differ significantly), the Group may, as and when appropriate, revise such plan in response to changes in market conditions.

To realize the above plan, in 2012, the Company will mainly exert efforts in the following:

(1) Forging ahead with the construction of planned projects. The Company aspires to commence construction of Yinshan Mining's deep mining production-expansion transformation project within the year. Guixi Dexing 600,000 tonnes pyrite-based sulfuric acid production project and Guangzhou 400,000 tonnes copper rod project need to be completed and put into production in the first half of 2012. Kangxi Copper needs to complete the 50,000 tonnes technology renovation project.

(2) Stepping up efforts in mergers and acquisitions and reorganization. It is necessary to accelerate the progress of obtaining domestic mine resources, increasing total resource reserves and optimizing the resource layout. It is necessary to strengthen the strategic cooperation with foreign resources enterprises and continue to seek overseas merger and acquisition opportunities. It is also necessary to attach importance to and strengthen the establishment of a multi-channel recovery system for renewable resources.

(3) Promoting the management system integration and strengthen the execution of the system. It will promote the implementation of the overall plan for informationization and strive to complete the financial-procurement-sales integration system for trial run. It will promote the establishment of the regulatory system and strengthen the execution of the system.

(4) Optimizing performance assessment and improving the responsibility reallocation mechanism. According to the principle of assessment by categories, it will continue to optimize organizational performance assessment. It will give full play to the guiding role of performance assessment and closely link the production and operation results with the incomes of employees of various units.

(5) Strengthening independent innovation and promoting scientific and technological progress of the enterprise. It is necessary to foster the establishment of the National Copper Engineering Center on all fronts, and realize its normal operation; arrange scientific research projects and funds for major science and technology projects, tackle key problems in key research subjects such as Dexing copper-molybdenum separation technology and deep processing technology research and development and industrialization of rhenium metal deep processing technology, and strive to make breakthrough.

Acknowledgment

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

Li Yihuang
Chairman

Jiangxi, the PRC
27 March 2012

6.2 Management Discussion and Analysis

The management of the Group is pleased to present the following discussion and analysis of the Group's 2011 business results for better understanding of investors in reading the annual report. The financial data mentioned in this section is mainly extracted from the consolidated financial statements prepared under the PRC GAAP.

1. *Working Capital and Cash Flow*

During the reporting period, the Group's net cash inflow from operating activities amounted to RMB6,632.43 million (the Group's net cash outflow last year amounted to RMB1,973.41 million), mainly due to the increase in net profit as compared with last year, and the decrease in appropriation of working capital for purchase of inventories.

During the reporting period, the Group's net cash outflow from investing activities was RMB4,973.09 million, which mainly included an outflow of RMB2,612.14 million arising from acquisition and construction of fixed assets, intangible assets and other long-term assets, net investment of RMB2,050.01 million in available-for-sale financial assets and investment of RMB652.73 million in associates. The Group's net cash outflow from investing activities increased by RMB1,340.16 million or 36.89% as compared with the same period last year, mainly due to an increase in investment in associates for the year.

During the reporting period, the Group's net cash inflow from financing activities was RMB5,563.49 million, representing a decrease of RMB2,214.24 million or 28.47%, as compared with the same period last year, mainly due to the successful exercise of warrants amounting to RMB6,737.97 million during last year and the increase in bank borrowings.

As at the end of the reporting period, the Group's balance of cash and cash equivalents amounted to RMB11,082.47 million, representing an increase of RMB7,218.1 million or 186.79% from the end of last year.

2. *Financial Position and Capital Structure*

As at the end of the reporting period, the Group's total assets and total liabilities increased to RMB68.150 billion and RMB28.344 billion respectively, from RMB54.845 billion and RMB20.307 billion as at the end of last year. The asset-liability ratio (liabilities divided by total assets) was 41.59%, representing an increase of approximately 4.56 percentage points. Capital-liabilities ratio (liabilities divided by shareholder's equity) was 71.2%.

3. *Analysis on Changes in Items of Financial Statements*

1) Analysis on major items in the Group's assets and liabilities (in the consolidated balance sheets) as at the end of the reporting period with significant change in composition or significant variation from last year is as follows:

Cash and bank balances: As at the end of the reporting period, the Group's cash and bank balances amounted to RMB15,846.29 million, representing an increase of RMB9,543.04 million or 151.40% from the end of last year. The increase was mainly due to the net cash inflow from operating activities of RMB6,632.43 million, net cash outflow from investing activities of RMB4,973.09 million and net cash inflow from financing activities of RMB5,563.49 million. In addition, other monetary assets increased by RMB2,324.94 million as compared with last year, including, an increase of RMB1,214.79 million in reserve deposits placed by the Group's subsidiary in People's Bank of China.

Notes receivable: As at the end of the reporting period, the Group's balance of notes receivable was RMB5,364.36 million, representing an increase of RMB2,550.65 million or 90.65% from the end of last year, mainly due to the Group's decision to hold more notes until maturity given the high discount interest rate thereat, and the increase in notes received from customers as the liquidity of the Group's customers is getting tightening as the result of the stronger macro control imposed by China during the reporting period.

Advances to suppliers: As at the end of the reporting period, the Group's balance of advances to suppliers was RMB2,884.71 million, representing an increase of RMB1,094.86 million or 61.17% from the end of last year, mainly due to the increase of prepayment amount for raw material purchase as compared with the end of last year.

Interest Receivable: As at the end of the reporting period, the balance of interest receivable of the Group amounted to RMB145.14 million, representing an increase of RMB116.62 million or 408.90% as compared with the end of last year, mainly due to an increase in interest income as a result of the increased bank deposits and cash inflow from operating activities during the reporting period.

Other receivables: As at the end of the reporting period, the Group's balance of other receivables was RMB1,794.93 million, representing an increase of RMB421.63 million or 30.70% from the end of last year, mainly due to the excess of prepayment based on the provisional price over the final invoice by RMB445.07 million resulting from the decline in prevailing market price of copper cathode from September 2011. The excessive amount will be refunded by suppliers in cash and recorded in other receivables.

Current portion of available-for-sale financial assets: As at the end of the reporting period, the Group's balance of current portion of available-for-sale financial assets was RMB2,770.01 million, representing an increase of RMB2,250.01 million or 432.69% from the end of last year, mainly due to an increase in investment in financial products of banks held by Jiangxi Copper Corporation Finance Company Limited ("Finance Company"), a subsidiary of the Company, at the end of the reporting period. These financial products held by the Group will expire during the period from January 2012 to October 2012, respectively.

Long-term equity investment: As at the end of the reporting period, the Group's balance of long-term equity investment was RMB1,557.31 million, representing an increase of RMB588.94 million or 60.82% from the end of last year, mainly due to the increase in investment of RMB652.73 million in the Group's associates, Jiangxi Copper Minmetals and MCC-JCL based on the investment plan during the reporting period.

Construction in progress: As at the end of the reporting period, the Group's balance of construction in progress amounted to RMB3,300.07 million, representing an increase of RMB762.39 million or 30.04%, mainly due to an increase in construction of the expansion projects of Dexing Copper Mine and Yinshan Mining, 400,000-tonne copper rod project and 600,000-tonne sulfuric acid production project at Dexing.

Deferred income tax assets: As at the end of the reporting period, the Group's balance of deferred income tax assets was RMB306.09 million, representing an increase of RMB121.51 million or 65.83% as compared with the end of last year, mainly due to the increase in temporary differences in employee benefits payable and provision for write-down of inventories to net realisable value.

Short-term borrowing: As at the end of the reporting period, the Group's balance of short-term borrowing was RMB9,130.73 million, representing an increase of RMB5,535.02 million or 153.93% from the end of last year, mainly due to the increase in foreign currency borrowings for procurement of raw materials in line with the expansion of the Group's business scale.

Notes payable: As at the end of the reporting period, the Group's balance of notes payable was RMB3,300.14 million, representing an increase of RMB1,052.21 million or 46.81% from the end of last year, mainly due to a higher credit limit obtained by the Group for import of materials by issuing usance letter of credit during the reporting period.

Advance from customers: As at the end of the reporting period, the balance of advance from customers of the Group was RMB784.65 million, representing an increase of RMB311.74 million or 65.92% from the end of last year. The increase was mainly attributable to increase in sales of products.

Employees benefits payable (current portions): as at the end of the reporting period, the Group's balance of employees benefits payable was RMB895.18 million, representing an increase of RMB461.09 million or 106.22% as compared with the end of last year, mainly due to increase in balance of unpaid salaries and bonus as well as the provision for bonus payable to senior management and middle-level management under management incentive scheme for 2011 as at the end of the reporting period.

Taxes payable: As at the end of the reporting period, the Group's balance of taxes payable was RMB1,536.16 million, representing an increase of RMB668.62 million or 77.07% from the end of last year, mainly due to an increase of RMB333.96 million in balance of VAT payables and an increase of RMB210.95 million in balance of corporate income tax payables as compared with the end of last year which is in line with the increase of revenue and profit.

Non-current liabilities due within one year: As at the end of the reporting period, the Group's balance of non-current liabilities due within one year was RMB680.64 million, representing an increase of RMB678.63 million or 33762.69% as compared with the end of last year, mainly due to an increase in long-term borrowings due within one year.

Long-term borrowings: As at the end of the reporting period, the Group's balance of long-term borrowings was RMB173.62 million, representing a decrease of RMB539.11 million or 75.64% from the end of last year, mainly due to reclassification of long-term borrowings due within one year to current liabilities.

Employees benefits payable (non-current portions): As at the end of the reporting period, non-current portion of employees benefits payable mainly represents non-current portion of provision for bonus payable to senior management and middle-level management under management incentive schemes for year of 2011 amounting to RMB291.51 million, which will be paid by the Group from 2015 to 2017.

Other non-current liabilities: As at the end of the reporting period, the Group's balance of other non-current liabilities amounted to RMB277.67 million, representing an increase of RMB100.93 million or 57.11% as compared with the end of last year, mainly due to relevant government grant received by the Group for the purchase and construction of fixed assets.

Exchange fluctuation reserve: As at the end of the reporting period, the Group's exchange fluctuation reserve was a loss of RMB255.15 million, representing an increase of RMB119.41 million or 87.97% as compared with the end of last year, mainly due to the increase in exchange fluctuation reserve from the Group's overseas associates as a result of the appreciation of Renminbi.

2) Analysis on major items in consolidated income statements with material changes:

Revenue: During the reporting period, the Group's revenue was RMB117,640.99 million, representing an increase of RMB41,200.13 million or 53.9% from last year, mainly due to the increases in sales volume and selling price of products.

Operating cost: During the reporting period, the Group's operating cost was RMB106,981.00 million, representing an increase of RMB38,819.59 million or 56.95% from last year, mainly due to the increase in sales volume of products and the purchase price of raw materials.

Operating taxes and surcharges: During the reporting period, the operating taxes and surcharges of the Group was RMB521.79 million, representing an increase of RMB219.80 million or 72.78% as compared with the same period last year, mainly due to the fact that foreign invested enterprises was required to pay urban maintenance and construction tax as well as education supplementary tax since 1 December 2010.

Administrative expenses: During the reporting period, the Group's administrative expenses was RMB1,843.78 million, representing an increase of RMB626.90 million or 51.52% as compared with the same period last year, mainly due to the increase in labour cost of the Group and provision for bonus payable to senior management and middle-level management under management incentive scheme for 2011 during the reporting period.

Finance (gains)/ costs: During the reporting period, the Group's finance gains was RMB0.84 million, while finance costs amounted to RMB388.25 million during the same period of last year, mainly due to the increase in interest income in line with the increased bank deposit balance as the result of the increased cash inflow from operating activities in this year and proceeds from exercise of warrants in 2010, and exchange gains from foreign currencies borrowings following the appreciation of Renminbi.

Loss from assets impairment: During the reporting period, the Group's loss from assets impairment was RMB486.57 million, representing an increase of RMB472.25 million or 3297.84% as compared with the same period last year, mainly due to the increase of RMB418.84 million in provision for write-down of inventories to net realisable value.

Fair value gains: During the reporting period, the Group recorded a fair value gain of RMB297.54 million, representing an increase of RMB491.49 million from the same period last year, mainly attributable to reversal of unrealised losses from outstanding commodity derivative contracts which were not quaiified for hedge accounting carried forward from the end of last year.

Non-operating income: During the reporting period, the Group's non-operating income was RMB124.32 million, representing a decrease of RMB58.71 million or 32.08% as compared with the same period last year, mainly due to decreased subsidy income for imported copper concentrate as the result of adjusted subsidy policy.

Non-operating expenses: During the reporting period, the Group's non-operating expenses were RMB160.42 million, representing an increase of RMB48.79 million or 43.71% as compared with the same period from last year, mainly due to the increase of RMB40.25 million in net loss from the disposal of fixed assets (amounting to RMB132.95 million) during the reporting period as compared with the same period last year.

4. Technological Innovations

During the reporting period, 113 technological outcomes of the Company were granted patents. As of the end of the reporting period, 543 technological outcomes of the Group were granted patents.

During the reporting period, the Company undertook the "twelfth five-year plans" technology supporting projects of Ministry of Science and Technology - "Meteorological Disaster Forecast and Damage Control for Gangue Reservoir of Key Mines (重點礦山尾礦庫災害氣象預報及危害防治)" and one Hi-tech industrialization project of Jiangxi Province - "Recycling of Medium- and Low-Concentrate Metal Resources from Acid Waste Water (礦山酸性廢水中低濃度金屬資源回收)".

During the reporting period, the Company carried forward science and technology projects newly-launched and carried over from the previous years smoothly as scheduled. It completed the reviewing or conclusion for 45 science and technology projects and the provincial-level identification for 7 achievements in scientific research, among which, 4 achievements, namely the project "Development and Industrialization of the Silver Electrolysis Technology through Non-copper Ions under High-density Current (無銅離子高電流密度銀電解工藝的開發與產業化)" led by the Company, the "Research on the Application of Key Technologies on Forecasting and Prevention of Meteorological Disasters during Slicing Drift Mining (充填採礦災變預測與防治關鍵技術及應用研究)", Key Technologies and Industrialization of Extracting Accompanying Pyrite Resources from Overall Cleaning (伴生硫鐵礦資源整體清潔利用關鍵技術與產業化) and Real-time Data Integration and Intelligent Optimization of Control over Copper Smelting Process (銅冶煉過程管控實時數據融合及智能優化), were awarded one first prize, two second prizes and one third prize of Jiangxi provincial scientific and technological progress.

5. *Energy Saving and Emission Reduction*

In 2005, the Company was conferred the highest grade of social reward in China's environmental protection field — 2005 Green Oriental Enterprise Environmental Prize of China Environment Award. In 2006, the Company was listed as the Pilot Enterprise of Recycling Economy (循環經濟示範試點企業) in the Eleventh Five-Year Plan for Economic and Social Development for the People's Republic of China (國民經濟和社會發展第十一個五年規劃綱要). In 2010, the Company was titled as one of the "Energy-efficient and Environment-friendly Pilot Enterprises ("資源節約型，環境友好型"試點企業)" by Ministry of Industry and Information Technology.

The Group has always attached importance to environmental protection. In 2011, the Group continued to increase environmental investment, and developed environmental-protection projects such as Guixi Smelter water-conservation and emission-reduction comprehensive wastewater treatment, Dexing Copper Mine Fujiawu East Gate Pump Station and Dawutou Pump Station power supply double-circuit transformation, Fujiawu Acid Reservoir decontaminating and diverting improvement project, Yixiantian HDS Treatment Plant capacity-expansion transformation, the second acid water pipeline from Fujiawu to Baitai, striping-mining Bailingwan Dump decontaminating and diverting project of Yinshan Mining, Bailingwan Dump retaining dam project, Nanshan Lead and Zinc Dump Pit sump project.

During the reporting period, the Group recovered 39,332 tonnes of copper metal, produced 1,887 tonnes of arsenic trioxide, generated 280.12 million KWh of electricity by utilising residual heat and produced 248,000 tonnes of sulphate calcine (iron concentrates) through comprehensive utilisation of waste water, waste gas and solid waste.

6.3 The Company's Principal Operations and Performance

(1) Principal operations by industry and product

(The following financial data is mainly extracted from the consolidated financial statements prepared under the PRC GAAP)

Unit: RMB'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 cathodes	67,069,672	63,138,972	5.86	68.55	71.30	Decreased by 1.51 percentage points
Copper rods and wires	26,786,943	24,213,045	9.61	31.97	33.79	Decreased by 1.23 percentage points
Copper processing products	5,988,714	5,885,679	1.72	14.58	17.24	Decreased by 2.24 percentage points
Precious metals (gold and silver)	11,653,079	9,134,061	21.62	64.05	62.38	Increased by 0.81 percentage point
Chemical products (sulphuric and sulphuric concentrates)	2,304,610	1,301,591	43.52	56.19	52.78	Increased by 1.26 percentage points
Rare metals	840,585	696,305	17.16	28.50	167.43	Decreased by 43.04 percentage points
Other non-ferrous metals	1,753,150	1,796,519	-2.47	101.85	105.53	Decreased by 1.83 percentage points
Other products	889,385	547,167	38.48	50.80	123.11	Decreased by 19.94 percentage points
Subtotal	117,286,138	106,713,339	9.01	54.31	57.32	Decreased by 1.74 percentage points
Other operating income	354,851	267,660	24.57	-17.92	-18.52	Increased by 0.55 percentage point
Total	117,640,989	106,980,999	9.06	53.90	56.95	Decreased by 1.77 percentage points

1) Copper cathode

During the reporting period, operating revenue from copper cathodes increased by RMB27,277.80 million or 68.55% compared with last year resulting from the increase in sales volume and market price of copper cathodes. Operating costs of copper cathodes increased by RMB26,280.50 million or 71.03% as compared with last year due to the increase in purchase price of outsourced raw materials as well as sales volume. The operating profit of copper cathodes increased by RMB997.30 million or 34.00% as compared with last year. As a result of the increase in outsourced raw materials and production cost as well as the fluctuation in market price, operating profit margin for the year decreased from 7.37% last year to 5.86%.

2) Copper rods and wires

During the reporting period, operating revenue from copper rods and wires for the year increased by RMB6,488.65 million or 31.97% over last year, due to the increase in selling price of copper rods and wires. Operating costs of copper rods and wires increased by RMB6,115.62 million or 33.79% as compared with last year, due to the increase in purchase price of outsourced raw materials. Operating profit of copper rods and wires increased by RMB373.03 million or 16.95% as compared with last year. As a result of the increase in outsourced raw materials and production cost as well as the fluctuation in market price, operating profit margin of copper rods and wires for the year decreased from 10.84% last year to 9.61%.

3) Copper processing products other than copper rods and wires

During the reporting period, following the expansion in the Group's processing capacity and the increase in selling price of copper processing products, operating revenue of copper processing products other than copper rods and wires increased by RMB761.85 million or 14.58% for the year as compared with last year. Operating costs increased by RMB865.60 million or 17.24% as compared with last year due to the increase in both the quantity and price of copper cathode materials. Operating profit decreased by RMB103.75 million or 50.17% as compared with last year. Due to long processing cycle of copper processing products other them copper rods and wires and significant decrease in prevailing market price of copper cathode from September 2011, the increase rate of operation costs are higher them operation revenue, accordingly, operating profit margin for the year slightly decreased from 3.96% last year to 1.72%.

4) Precious metals (gold and silver)

During the reporting period, operating revenue of precious metals increased by RMB4,549.57 million or 64.05% as compared with last year due to the increase in sales volume and selling price. Operating costs of precious metal increased by RMB3,508.78 million or 62.38% as compared with last year due to the increase in sales volume and the price of outsourced materials of precious metals. Operating profit of precious metals increased by RMB1,040.79 million or 70.41% as compared with last year while operating profit margin for the year increased from 20.81% last year to 21.62% as a result of surge in market price of precious metals.

5) Chemical products (sulphuric acid and sulphuric concentrate)

During the reporting period, operating revenue from chemical products increased significantly by RMB829.07 million or 56.19%, due to the increase in the selling price as compared with last year. Operating costs of chemical products for the year increased by RMB449.66 million or 52.78% as compared with last year due to an increase in production cost following the surge in prices of production inputs. Operating profit of chemical products increased by RMB379.41 million or 60.84% as compared with last year while operating profit margin for the year increased from 42.26% last year to 43.52%.

6) Rare metals

During the reporting period, the surge in sales prices resulted in an increase of RMB186.44 million or 28.5% in its operating revenue as compared with the same period last year. Operating costs of rare metals increased by RMB435.93 million or 167.43%. As a result, operating profit of rare metals saw a decline of RMB249.49 million or 63.36% as compared with last year while operating profit margin for the year decreased from 60.20% last year to 17.16%.

7) Other non-ferrous metals

During the reporting period, the Group enlarged trading of other non-ferrous metals which mainly include aluminum, zinc and lead. The total operating revenue was RMB1,753.15 million while the total operating cost was RMB1,796.52 million. Total operating loss was RMB43.37 million while operating profit margin was -2.47%.

8) Other products

During the reporting period, the Group's operating revenue of other products increased by RMB299.63 million or 50.80% as compared with last year; operating costs increased by RMB301.93 million or 123.11% as compared with last year. Operating profit decreased by RMB2.3 million or 0.67% as compared with last year; and operating profit margin for the year decreased from 58.42% last year to 38.48%.

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") as set out in Appendix 10 to the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (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 is committed to maintaining and establishing high level of corporate governance.

In 2011, the Board convened 5 meetings. As the Directors were often away for business trips, 2 of the meetings were held by way of written resolutions during the reporting period. The Company has ensured that each Director, when making decisions, was fairly informed of the content of the resolutions and all other relevant documents, and reminded them to give their opinion. Although the Company failed to fully comply with provision A.1.1 of the code provisions as set out in Appendix 14 to the Listing Rules (the "Code of Corporate Governance") during the reporting period, it will arrange the Directors to attend the Board meetings in person or to participate by way of telephone conferences in the coming year.

Save as disclosed, the Company has complied with the code provisions set out in the Code of Corporate Governance 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 Information on the Payment of Final Dividends

Withholding of Enterprise Income Tax for Non-resident Enterprise Shareholders

Pursuant to the "Enterprise Income Tax Law of the People's Republic of China" (《中華人民共和國企業所得稅法》) and the relevant implementation 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 Shares 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 whose names appeared on the H Shares 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 organizations) will be treated as being held by non-resident enterprise Shareholders and will therefore be subject to the withholding of the enterprise income tax.

Withholding of Personal Income Tax for Individual H Shareholders

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) dated 28 June 2011, and the letter entitled "Tax arrangements on dividends paid to Hong Kong residents by Mainland companies" dated 4 July 2011 issued by the Stock Exchange, the Company is required to withhold and pay the individual income tax in respect of the 2011 final dividends paid to the individual H Shareholders (the "Individual H Shareholders"), as a withholding agent on behalf of the same. However, the Individual H Shareholders may be entitled to certain tax preferential treatments pursuant to the tax treaties between the PRC and the countries (regions) in which the Individual H Shareholders are domiciled and the tax arrangements between Mainland China and Hong Kong (Macau).

Pursuant to the aforesaid changes in the tax regulations, when the 2011 final dividends is to be distributed to the holders of H Shares whose names appear on the register of members of the Company as at 27 June 2012, the Company will base on the tax rate of 10% to withhold 10% of the dividend to be distributed to the Individual H Shareholders as individual income tax.

For non-resident enterprise holders of H Shares, the Company will withhold 10% of the dividend as enterprise income tax according to the relevant tax regulations in line with its previous practice.

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 laws, and withhold and pay the enterprise income tax and individual income tax on behalf of the relevant Shareholders based on the H Shares register of members of the Company as of 27 June 2012. The Company will not accept any requests relating to any delay in confirming the identity of the Shareholders or any uncertainties in the identity of the Shareholders.

Should the holders of H Shares of the Company have any doubts in relation to the aforesaid arrangements, they are recommended to consult their tax advisors regarding the relevant tax impacts in mainland China, Hong Kong and other countries (regions) on the possession and disposal of H Shares of the Company.

Closure of Register of Members

In order to determine the identity of the Shareholders entitled to attend and vote at the AGM, the register of members of the Company will be closed from Saturday, 19 May 2012 to Tuesday, 19 June 2012 (both days inclusive). All transfer documents accompanied by the relevant share certificates, must be lodged with the H Share Registrar of the Company, Hong Kong Registrars Limited, whose address is at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong) by no later than 4:30p.m. on Friday, 18 May 2012.

In order to determine the identity of the Shareholders entitled to receive the final dividend of the Company for the year ended 31 December 2011, the register of members of the Company will be closed from Saturday, 23 June 2012 to Wednesday, 27 June 2012 (both days inclusive). All transfer documents accompanied by the relevant share certificates must be lodged with the H Share Registrar of the Company, Hong Kong Registrars Limited, whose address is at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong by no later than 4:30p.m. on Friday, 22 June 2012.

8. REPORT OF THE SUPERVISORY COMMITTEE

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 general meetings, the procedure for convening Board meetings, resolutions, execution of resolutions of 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 requirements of the PRC 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 internal 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 no acts were in violation of laws, administrative 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 condition and financial structure and was of the opinion that the Company's financial condition was sound without any significant risks. The Supervisory Committee considers that the 2011 financial statements prepared under PRC GAAP and IFRSs, as audited by the domestic and overseas accounting firms, give an objective, fair and true view of the Company's financial condition, operating results and cash flows.

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 the raised proceeds. The proceeds were invested in the projects as undertaken. Unused proceeds have been deposited in the designated bank account as disclosed.

8.4 Independent opinion of the Supervisory Committee on acquisition and disposal of assets by the Company

During the reporting period, the Company had no material acquisition and disposal and did not damage the interests of minority shareholders or lead to the dissipation of the Company's 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 connected transactions contracts was reasonable and fair and was not detrimental to the interests of shareholders or the Company.

8.6 Review by the Supervisory Committee on the Annual Internal Control Self-assessment Report

The Supervisory Committee reviewed the Annual Internal Control Self-assessment Report for 2011 of Jiangxi Copper Company Limited and was of the opinion that, there were no material deficiencies in the Company's internal control and the targets of internal control could be duly and surely achieved. In addition, the Supervisory Committee had no dissents against the Annual Internal Control Self-assessment Report for 2011 of Jiangxi Copper Company Limited issued by the Board.

8.7 Independent opinion of the Supervisory Committee on the provisional use of idle proceeds as working capital

The provisional use of idle proceeds of RMB870 million as working capital by the Company complies with the relevant requirements under the Administrative Regulations Governing Fund Raisings by Listed Companies on the Shanghai Stock Exchange and the Administrative Regulations over the Use of Proceeds of Jiangxi Copper Company Limited and is in effective compliance with approval procedures. The provisional use of part of idle proceeds as supplemental working capital by the Company was in favor of increasing the efficiency of the use of proceeds and reducing the Company's financial expenses. The provisional use of raised proceeds as supplemental working capital does not constitute a change in use of proceed and it was in the interests of the Company and its shareholders as a whole.

9. FINANCIAL REPORT

CONSOLIDATED INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2011

(Prepared in accordance with IFRSs)

	Notes	**2011** *RMB'000*	2010 *RMB'000*
REVENUE	3	**117,119,197**	76,138,869
Cost of sales		**(107,347,896)**	(68,092,329)
Gross profit		**9,771,301**	8,046,540
Other income and gains	4	**1,176,626**	207,507
Selling and distribution costs		**(437,011)**	(345,648)
Administrative expenses		**(1,869,162)**	(1,230,378)
Other expenses	5	**(257,626)**	(160,038)
Finance costs	6	**(731,227)**	(444,043)
Share of profits and losses of:			
A jointly-controlled entity		**6,636**	5,959
Associates		**49,046**	(18,475)
PROFIT BEFORE TAX	7	**7,708,583**	6,061,424
Income tax expense	8	**(1,060,392)**	(1,015,027)
PROFIT FOR THE YEAR		**6,648,191**	5,046,397
Attributable to:			
Owners of the Company		**6,586,921**	4,987,575
Non-controlling interests		**61,270**	58,822
		6,648,191	5,046,397

EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY			
— Basic	10	**RMB1.90**	RMB1.59
— Diluted	10	**RMB1.90**	RMB1.51

Details of the dividends payable and proposed for the year are disclosed in note 9.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2011

(Prepared in accordance with IFRSs)

	2011 *RMB'000*	2010 *RMB'000*
PROFIT FOR THE YEAR	**6,648,191**	5,046,397
OTHER COMPREHENSIVE INCOME		
Cash flow hedges:		
Effective portion of changes in fair value of hedging instruments arising during the year	**155,879**	(205,973)
Reclassification adjustments for (gains)/losses included in revenue in the consolidated income statement	**(36,446)**	124,507
Income tax effect	**(22,152)**	16,167
	97,281	(65,299)
Exchange differences on translation of foreign operations	**(119,404)**	(48,398)

OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX		**(22,123)**	(113,697)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**6,626,068**	4,932,700
Attributable to:			
Owners of the Company		**6,564,798**	4,874,908
Non-controlling interests		**61,270**	57,792
		6,626,068	4,932,700

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2011

(Prepared in accordance with IFRSs)

	Notes	**2011** *RMB'000*	2010 *RMB'000*
NON-CURRENT ASSETS			
Property, plant and equipment		**18,092,411**	16,703,570
Prepaid land lease payments		**428,375**	325,515
Intangible assets		**847,411**	874,757
Exploration and evaluation assets		**206,367**	203,233
Investment in a jointly-controlled entity		**26,732**	24,896
Investments in associates		**1,530,574**	943,470
Available-for-sale investments		**510,080**	710,080
Deferred tax assets		**306,088**	184,584
Total non-current assets		**21,948,038**	19,970,105

CURRENT ASSETS			
Inventories		**14,097,061**	18,269,953
Trade and bills receivables	11	**7,596,894**	5,169,177
Prepayments, deposits and other receivables		**4,972,772**	4,044,000
Loans to related parties		**842,510**	553,881
Available-for-sale investments		**2,770,006**	520,000
Equity investments at fair value through profit or loss		**2,331**	4,844
Derivative financial instruments	12	**73,723**	9,563
Pledged deposits		**4,763,826**	2,438,882
Cash and cash equivalents		**11,082,468**	3,864,368
Total current assets		**46,201,591**	34,874,668
Total assets		**68,149,629**	54,844,773
CURRENT LIABILITIES			
Trade and bills payables	13	**5,576,402**	5,105,006
Other payables and accruals		**3,233,579**	1,909,424
Derivative financial instruments	12	**152,404**	1,220,580
Held-for-trading financial liabilities		**946,260**	—
Interest-bearing bank borrowings		**9,809,366**	3,595,708
Deposits from customers		**1,416,294**	1,348,365
Repurchase agreements		**—**	250,000
Income tax payable		**886,062**	675,110
Total current liabilities		**22,020,367**	14,104,193
NET CURRENT ASSETS		**24,181,224**	20,770,475
TOTAL ASSETS LESS CURRENT LIABILITIES		**46,129,262**	40,740,580

NON-CURRENT LIABILITIES			
Interest-bearing bank borrowings		173,622	712,728
Bonds payable		5,422,250	5,178,185
Deferred revenue - government grants		277,669	176,744
Deferred tax liabilities		14,238	2,785
Provision for rehabilitation		129,531	117,725
Employee benefit liability		291,510	—
Other long term payables		14,447	15,007
Total non-current liabilities		6,323,267	6,203,174
Net assets		39,805,995	34,537,406
EQUITY			
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY			
Share capital		3,462,729	3,462,729
Reserves		34,108,827	29,967,951
Proposed final dividend	9	1,731,365	692,546
		39,302,921	34,123,226
Non-controlling interests		503,074	414,180
Total equity		39,805,995	34,537,406

NOTES

FOR THE YEAR ENDED 31 DECEMBER 2011

(Prepared in accordance with IFRSs)

1. BASIS OF PREPARATION

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs"), which comprise standards and interpretations approved by the International Accounting Standards Board ("IASB") and interpretations approved by the International Accounting Standards Committee. 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 Company Ordinance. The consolidated financial statements have been prepared on the historical cost basis, except for derivative financial instruments, inventories designated as hedged items under fair value hedge, portfolio fund investments included in available-for-sale investments and held-for-trading financial liabilities, 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.

2.1 CHANGES IN ACCOUNTING POLICY AND DISCLOSURES

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

IFRS 1 Amendment	Amendment to IFRS 1 *First-time Adoption of International Financial Reporting Standards - Limited Exemption from Comparative IFRS 7 Disclosures for First-time Adopters*
IAS 24 (Revised)	*Related Party Disclosures*
IAS 32 Amendment	Amendment to IAS 32 *Financial Instruments: Presentation - Classification of Rights Issues*
IFRIC 14 Amendments	Amendments to IFRIC 14 *Prepayments of a Minimum Funding Requirement*
IFRIC 19	*Extinguishing Financial Liabilities with Equity Instruments*
Improvements to IFRSs 2010	Amendments to a number of IFRSs issued in May 2010

Other than as further explained below regarding the impact of IAS 24 (Revised), and amendments to IFRS 3, IAS 1 and IAS 27 included in Improvements to IFRSs 2010, the adoption of these new and revised IFRSs has had no significant financial effect on these financial statements.

The principal effects of adopting these IFRSs are as follows:

(a) *IAS 24 (Revised) Related Party Disclosures*

IAS 24 (Revised) clarifies and simplifies the definitions of related parties. The new definitions emphasise a symmetrical view of related party relationships and clarify the circumstances in which persons and key management personnel affect related party relationships of an entity. The revised standard also introduces an exemption from the general related party disclosure requirements for transactions with a government and entities that are controlled, jointly controlled or significantly influenced by the same government as the reporting entity. The accounting policy for related parties has been revised to reflect the changes in the definitions of related parties under the revised standard. The Group adopted IAS 24 (Revised) from 1 January 2011 and the comparative related party disclosures have been amended accordingly.

(b) *Improvements to IFRSs 2010* issued in May 2010 sets out amendments to a number of IFRSs. There are separate transitional provisions for each standard. While the adoption of some of the amendments may result in changes in accounting policies, none of these amendments has had a significant financial impact on the financial position or performance of the Group. Details of the key amendments most applicable to the Group are as follows:

- *IFRS 3 Business Combinations:* The amendment clarifies that the amendments to IFRS 7, IAS 32 and IAS 39 that eliminate the exemption for contingent consideration do not apply to contingent consideration that arose from business combinations whose acquisition dates precede the application of IFRS 3 (as revised in 2008).

  In addition, the amendment limits the scope of measurement choices for non-controlling interests. Only the components of non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of acquiree's net assets in the event of liquidation are measured at either fair value or at the present ownership instruments' proportionate share of the acquiree's identifiable net assets. All other components of non-controlling interests are measured at their acquisition date fair value, unless another measurement basis is required by another IFRS.

  The amendment also added explicit guidance to clarify the accounting treatment for non-replaced and voluntarily replaced share-based payment awards.

- IAS 1 *Presentation of Financial Statements*: The amendment clarifies that an analysis of each component of other comprehensive income can be presented either in the statement of changes in equity or in the notes to the financial statements. The Group elects to present the analysis of each component of other comprehensive income in the statement of changes in equity.

- IAS 27 *Consolidated and Separate Financial Statements*: The amendment clarifies that the consequential amendments from IAS 27 (as revised in 2008) made to IAS 21, IAS 28 and IAS 31 shall be applied prospectively for annual periods beginning on or after 1 July 2009 or earlier if IAS 27 is applied earlier.

2.2 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 these financial statements.

IFRS 1 Amendments	Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards - Severe Hyperinflation and Removal of Fixed Dates for First-time Adpoters*[1]
IFRS 1 Amendments	Amendments to IFRS 1 *Government Loans*[4]
IFRS 7 Amendments	Amendments to IFRS 7 *Financial Instruments: Disclosures - Transfers of Financial Assets*[1]
IFRS 7 Amendments	Amendments to IFRS 7 *Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities*[4]
IFRS 9	*Financial Instruments*[6]
IFRS 10	*Consolidated Financial Statements*[4]
IFRS 11	*Joint Arrangements*[4]
IFRS 12	*Disclosure of Interests in Other Entities*[4]
IFRS 13	*Fair Value Measurement*[4]
IAS 1 Amendments	Amendment to IAS 1 *Presentation of Financial Statements - Presentation of Items of Other Comprehensive Income*[3]
IAS 12 Amendments	Amendments to IAS 12 *Income Taxes - Deferred Tax: Recovery of Underlying Assets*[2]
IAS 19 Amendments	*Employee Benefits*[4]
IAS 27 (Revised)	*Separate Financial Statements*[4]
IAS 28 (Revised)	*Investments in Associates and Joint Ventures*[4]
IAS 32 Amendments	Amendments to IAS 32 *Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities*[5]
IFRIC 20	*Stripping Costs in the Production Phase of a Surface Mine*[4]

[1] Effective for annual periods beginning on or after 1 July 2011
[2] Effective for annual periods beginning on or after 1 January 2012
[3] Effective for annual periods beginning on or after 1 July 2012
[4] Effective for annual periods beginning on or after 1 January 2013
[5] Effective for annual periods beginning on or after 1 January 2014
[6] Effective for annual periods beginning on or after 1 January 2015

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

IFRS 9 issued in November 2009 is the first part of phase 1 of a comprehensive project to entirely replace IAS 39 *Financial Instruments: Recognition and Measurement*. This phase focuses on the classification and measurement of financial assets. Instead of classifying financial assets into four categories, an entity shall classify financial assets as subsequently measured at either amortised cost or fair value, on the basis of both the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. This aims to improve and simplify the approach for the classification and measurement of financial assets compared with the requirements of IAS 39.

In November 2010, the IASB issued additions to IFRS 9 to address financial liabilities (the "Additions") and incorporated in IFRS 9 the current derecognition principles of financial instruments of IAS 39. Most of the Additions were carried forward unchanged from IAS 39, while changes were made to the measurement of financial liabilities designated at fair value through profit or loss using the fair value option ("FVO"). For these FVO liabilities, the amount of change in the fair value of a liability that is attributable to changes in credit risk must be presented in other comprehensive income ("OCI"). The remainder of the change in fair value is presented in profit or loss, unless presentation of the fair value change in respect of the liability's credit risk in OCI would create or enlarge an accounting mismatch in profit or loss. However, loan commitments and financial guarantee contracts which have been designated under the FVO are scoped out of the Additions.

IAS 39 is aimed to be replaced by IFRS 9 in its entirety. Before this entire replacement, the guidance in IAS 39 on hedge accounting, derecognition and impairment of financial assets continues to apply. The Group expects to adopt IFRS 9 from 1 January 2015.

IFRIC 20 addresses the recognition of waste removal costs that are incurred in surface mining activity during the production phase of a mine as an asset, as well as the initial measurement and subsequent measurement of the stripping activity asset. To the extent that the benefit from the stripping activity is realised in the form of inventory produced, the costs incurred are accounted for in accordance with IAS 2 *Inventories*. To the extent that the benefit is improved access to ore and when criteria set out in the interpretation are met, the waste removal costs are recognised as a stripping activity asset under non-current assets. The Group expects to adopt the interpretation from 1 January 2013.

3. REVENUE AND SEGMENT INFORMATION

For management purpose, the Group has only one reportable operating segment: production and sale of copper and other related products. Management monitors the operating results of its business units as a whole for the purpose of making decisions about resources allocation and performance assessment.

Revenue, which is also the Group's turnover, represents the net invoiced value of goods sold, after allowances for returns and trade discounts, less sales tax, for the years 2011 and 2010. All significant transactions within the Group have been eliminated.

An analysis of the Group's revenue by category of goods is as follows:

	2011	2010
	RMB'000	*RMB'000*
Sales of goods		
— copper cathodes	**66,696,801**	39,591,891
— copper rods	**26,638,022**	20,196,282
— copper processing products	**5,988,714**	5,226,863
— gold	**7,917,194**	5,189,045
— silver	**3,735,884**	1,914,461
— sulphuric and sulphuric concentrate	**2,304,610**	1,475,535
— rare metals	**840,585**	654,143
— other non-ferrous metals	**1,753,150**	868,544
— others	**1,244,237**	1,022,105
	117,119,197	76,138,869

Geographical information

(a) Revenue from external customers

	2011	2010
	RMB'000	*RMB'000*
— Mainland China	**110,694,081**	71,288,563
— Hong Kong	**5,306,342**	4,602,748
— Holand	**500,565**	—
— Taiwan	**250,167**	234,363
— Others	**368,042**	13,195
	117,119,197	76,138,869

The revenue information above is based on the location of the customers.

(b) Non-current assets

All of the non-current assets of the Group are located in Mainland China except for certain investments in Afghanistan, Peru and Japan of which the carrying amounts are not material. The non-current asset information is based on the location of assets and excludes financial instruments and deferred tax assets.

Information about major customers

Revenue of approximately RMB17,701,256,000 (2010: RMB6,186,607,000) was derived from sales of goods to a single customer, including sales to a group of entities which are known to be under common control with that customer. The state-owned entities are not identified as a group of customers under common control by the directors of the Company.

4. OTHER INCOME AND GAINS

	2011	2010
	RMB'000	*RMB'000*
Fair value gains/(losses), net:		
Derivative financial instruments - transactions not qualifying as hedges - commodity derivative contracts *	**(11,563)**	(103,012)
— Unrealised gains/(losses) of the outstanding contracts	**197,727**	(168,262)
— Realised (losses)/gains from the settled contracts	**(209,290)**	65,250
Transactions qualifying as fair value hedges **	**7,410**	6,155

— Inventories hedged by commodity derivative contracts	**(88,658)**	295,379
— Fair value gains/(losses) of commodity derivative contracts as hedging instruments for fair value of inventories	**96,309**	(289,224)
— Sales firm commitment hedged by commodity derivative contracts	**(1,986)**	—
— Fair value gains of commodity derivative contracts as hedging instruments for sales firm commitment	**1,745**	—
Ineffective portion of cash flow hedges — commodity derivative contracts **	**(1,279)**	(2,551)
Fair value loss from forward currency contracts and interest rate swaps	**(8,067)**	(23,233)
Fair value gains from held-for-trading financial liabilities	**86,454**	—
Equity investment at fair value through profit or loss	**(2,229)**	2,566
Income from VAT refund	**53,728**	37,651
Interest income	**557,104**	74,373
Gains on disposal of subsidiaries	**366**	—
Subsidy income of imported copper concentrate	**30,000**	115,659
Income from available-for-sale investments	**187,158**	34,033
Deferred revenue released to the income statement	**19,271**	15,115
Gain on disposal of items of property, plant and equipment	**4,977**	8,279
Foreign exchange gains, net	**236,951**	36,150
Others	**16,345**	6,322
	1,176,626	207,507

* 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 (note 12).

** This item relates to fair value changes of commodity derivative contracts which are designated as hedging instruments (note 12). The net fair value changes of the commodity derivative contracts qualifying as hedges are as follows:

	2011	2010
	RMB'000	*RMB'000*
Transactions qualifying as fair value hedges:		
— Unrealised (losses)/gains of the outstanding contracts	**(979)**	2,988
— Realised gains from the settled contracts	**8,389**	3,167
	7,410	6,155
Ineffective portion of cash flow hedges:		
— Unrealised gains/(losses) of the outstanding contracts	**3,510**	(2,140)
— Realised losses from the settled contracts	**(4,789)**	(411)
	(1,279)	(2,551)

5. OTHER EXPENSES

	2011	2010
	RMB'000	*RMB'000*
Provision for impairment of items of property, plant and equipment	**55,057**	416
Loss on disposal of items of property, plant and equipment	**132,954**	92,701
Loss on disposal of obsolete spare parts	**35,114**	41,623
Compensation paid for accidents	**—**	5,860
Donations	**10,542**	1,474
Others	**23,959**	17,964
	257,626	160,038

6. FINANCE COSTS

An analysis of finance costs is as follows:

	2011	2010
	RMB'000	*RMB'000*
Interest on borrowings	**323,494**	78,663
Interest on bonds with warrants	**312,065**	298,192
Interest on discounted notes	**95,668**	67,188
	731,227	444,043

7. PROFIT BEFORE TAX

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

	Notes	**2011** *RMB'000*	2010 *RMB'000*
Cost of inventories sold*		**100,823,051**	65,034,424
Depreciation		**1,141,000**	969,408
Amortisation of prepaid land lease payments		**10,549**	6,327
Amortisation of intangible assets		**37,100**	36,685
Minimum lease payments under operating leases of land use rights		**37,757**	39,438
Auditors' remuneration		**9,490**	8,100
Employee benefit expense (including directors' remuneration):			
— Wages and salaries		**2,018,124**	1,181,504
— Pension scheme contributions		**265,718**	203,784
— Housing fund costs		**129,207**	108,551
— Other staff costs		**250,255**	185,352
Foreign exchange gains, net	4	**(236,951)**	(36,150)
Provision for impairment of trade and other receivables		**5,543**	6,769
Provision for impairment of property, plant and equipment		**55,057**	416
Income from available-for-sale investments	4	**(187,158)**	(34,033)
Provision for write-down of inventories to net realisable value		**425,969**	7,132
Fair value losses /(gains), net:			
Equity investment at fair value through profit or loss	4	**2,229**	(2,566)

Held-for-trading financial liabilities	4	**(86,454)**	—
Derivative financial instruments			
— Commodity derivative contracts	4	**(5,432)**	99,408
— Forward currency contracts and interest rate swaps	4	**8,067**	23,233
Gains on disposal of subsidiaries	4	**(366)**	—
Loss on disposal of obsolete spare parts	5	**35,114**	41,623
Net loss on disposal of items of property, plant and equipment	4,5	**127,977**	84,422

* Cost of inventories sold includes the net fair value changes of the unsettled provisional price arrangements as follows:

	2011	2010
	RMB'000	*RMB'000*
Unrealised gains on ineffective portion of fair value hedge	**(2,028)**	(1,520)
— Fair value losses/(gains) on inventories as hedged items	**570,858**	(336,403)
— Fair value (gains)/losses on provisional price arrangement as hedging instruments	**(572,886)**	334,883
Unrealised (gains)/losses for arrangements not qualifying for hedge	**(19,336)**	6,866
	(21,364)	5,346

8. INCOME TAX EXPENSE

The major components of income tax expense for the years ended 31 December 2011 and 2010 are:

	2011	2010
	RMB'000	*RMB'000*
Current income tax payable:		
PRC income tax	**1,189,835**	1,002,468
HK income tax	**2,760**	5,769
	1,192,595	1,008,237
Deferred income tax	**(132,203)**	6,790
Income tax charge for the year	**1,060,392**	1,015,027

Hong Kong profits tax on two of the Group's subsidiaries has been provided at the rate of 16.5% (2010: 16.5%) 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% (2010: 25%) 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 came into effect on 1 January 2008, except for the following:

(i) According to the PRC Corporate Income Tax Law, high technology companies could be entitled to a lower PRC Corporate Income Tax rate of 15%. In January 2011, the Company obtained a High-Tech Enterprise Certificate jointly issued by the Jiangxi Provincial Department of Science and Technology, the Jiangxi Provincial Department of Finance, the Jiangxi Provincial State Taxation Bureau and the Jiangxi Provincial Local Taxation Bureau. Commencing from 2010, the Company is entitled to relevant preferential policies relating to High-Tech Enterprises for three consecutive years when qualified for certain criteria, with a corporate income tax rate of 15%.

(ii) Certain subsidiaries in Mainland China enjoy preferential tax rates during a transitional period from 2008 to 2012.

9. DIVIDENDS

	2011	2010
	RMB'000	*RMB'000*
Declared and paid during the year:		
Dividend on ordinary shares:		
Final dividend for 2010: RMB0.2 per share (2009: RMB0.1 per share)	**692,546**	302,283
Interim dividend for 2011: RMB0.2 per share (2010: Nil)	**692,546**	—
Proposed for approval at AGM (not recognised as a liability as at 31 December)		
Dividend on ordinary shares:		
Final dividend for 2011: RMB0.5 per share (2010: RMB0.2 per share)	**1,731,365**	692,546

On 9 June 2011, a dividend of RMB0.2 per share (tax inclusive) on 3,462,729,405 shares, in aggregate approximately RMB692,546,000 was declared to the shareholders as the final dividend for year 2010. On 28 July 2011, the dividend was paid to the shareholders of H shares and A shares.

On 6 December 2011, a dividend of RMB0.2 per share (tax inclusive) on 3,462,729,405 shares, in aggregate approximately RMB692,546,000 was declared to the shareholders as the interim dividend for year 2011. On 26 December 2011, the dividend was paid to the shareholders of H shares and A shares.

The Board of Directors proposed to distribute a final dividend of RMB0.5 per share (tax inclusive) for the year ended 31 December 2011 (2010: RMB0.2). The total estimated dividend to be paid is approximately RMB1,731,365,000 (based on the existing issued 3,462,729,405 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 owners of the Company, and the weighted average number of ordinary shares in issue during the year.

The calculation of the diluted earnings per share amount is based on the profit for the year attributable to ordinary owners of the Company and the weighted average number of ordinary shares used in the calculation is the number of ordinary shares in issue during the year, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise of all dilutive potential ordinary shares into ordinary shares.

The calculations of the basic and diluted earnings per share amounts are based on:

	2011	2010
Profit attributable to ordinary owners of the Company *(RMB'000)*	**6,586,921**	4,987,575
Weighted average number of ordinary shares in issue	**3,462,729,405**	3,136,086,599
Effect of dilution - weighted average number of ordinary shares: Warrants attached to bonds	**—**	169,865,604
Diluted average number of ordinary shares in issue	**3,462,729,405**	3,305,952,203
— Basic	**RMB 1.90**	RMB1.59
— Diluted	**RMB 1.90**	RMB1.51

11. TRADE AND BILLS RECEIVABLES

	2011	2010
	RMB'000	*RMB'000*
Trade receivables	**2,396,513**	2,521,223
Bills receivable	**5,364,362**	2,813,712
	7,760,875	5,334,935
Less: Provision for impairment of trade receivables	**(163,981)**	(165,758)
	7,596,894	5,169,177

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 months. 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 fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

An aged analysis of the trade receivables as at the end of the reporting period, based on the invoice date, is as follows:

	2011	2010
	RMB'000	*RMB'000*
Within 1 year	**2,216,416**	2,349,180
1 to 2 years	**18,388**	3,683
2 to 3 years	**22,348**	38,448
Over 3 years	**139,361**	129,912
	2,396,513	2,521,223

The terms of bills receivable are all less than six months. As at 31 December 2011, the bills receivable were neither past due nor impaired.

12. DERIVATIVE FINANCIAL INSTRUMENTS

The Group uses derivative financial instruments to hedge its commodity price risk. The Group's derivative financial instruments mainly include commodity derivative contracts (mainly standardised copper cathode future contracts in Shanghai Futures Exchange ("SHFE") and London Metal Exchange ("LME")) and provisional price arrangement embedded in concentrate purchase contracts.

The fair value of the commodity derivative contracts represents the difference between the quoted market price of commodity derivative contracts at year end and the quoted price at inception of the contracts. The fair value of the provisional price arrangement is estimated by reference to the quoted market price at year end of commodity derivative contracts with similar maturity as the provisional price arrangement compared to the quoted market prices of commodity derivative contracts on the dates of delivery of the purchased material.

An analysis of the derivative financial instruments of the Group at the reporting date is as follows:

(Liabilities)/assets	**2011** ***RMB'000***	2010 *RMB'000*
Commodity derivative contracts	**(63,437)**	(613,603)
— Assets	**54,058**	4,405
— Liabilities	**(117,495)**	(618,008)
Forward currency contracts and interest rate swaps	**(31,300)**	(23,233)
— Assets	**1,489**	5,158
— Liabilities	**(32,789)**	(28,391)
Provisional price arrangement	**18,042**	(574,181)
— Assets	**18,176**	—
— Liabilities	**(134)**	(574,181)
Firm commitment	**(1,986)**	—
	(78,681)	(1,211,017)

Including:		
Under hedge accounting		
Cash flow hedge		
— Commodity derivative contracts	**(5,690)**	(128,633)
Fair value hedge		
— Commodity derivative contracts	**1,745**	(227,751)
— Provisional price arrangement	**18,176**	(554,711)
— Firm commitment	**(1,986)**	—
Not under hedge accounting		
— Commodity derivative contracts	**(59,492)**	(257,219)
— Provisional price arrangement	**(134)**	(19,470)
— Forward currency contracts and interest rate swaps	**(31,300)**	(23,233)
	(78,681)	(1,211,017)

Under hedge accounting

For the purpose of hedge accounting, hedges of the Group are classified as:

— *Cash flow hedge*

The Group utilises commodity derivative contracts to hedge its exposure to variability in cash flows attributable to price fluctuation risk associated with highly probable forecast sales of copper related products. As at 31 December 2011, the expected delivery period of the forecasted sales for copper related products was from January to March 2012.

— *Fair value hedge*

The Group utilises commodity derivative contracts and provisional price arrangement to hedge its exposure to variability in fair value changes attributable to price fluctuation risk associated with inventories. In addition, the Group utilises commodity derivative contracts to hedge its exposure to variability in fair value changes attributable to price fluctuation risk associated with unrecognised firm commitment to sell copper rods.

At the inception of above hedging relationships, the Group formally designates and documents the hedge relationship, risk management objective and strategy for undertaking the hedge. The cash flow hedge and fair value hedge mentioned above were assessed to be highly effective.

Further details about cash flow hedge and fair value hedge mentioned above are given in other comprehensive income and note 4, respectively.

Not under hedge accounting

The Group utilises commodity derivative contracts to manage the commodity price risk of forecasted purchases of copper cathode as well as copper component within copper concentrate, and forecasted sales of copper wires and rods. These arrangements are designed to address significant fluctuations in the prices of copper concentrate, copper cathodes, copper wires and rods, and copper related products which move in line with the prevailing price of copper cathode.

The Group utilises gold commodity derivative contracts to manage the fair value change risk of the obligation to return gold with same quantity and quality to banks under gold lease contracts. These arrangements are designed to address significant fluctuation in the fair value of the obligation which move in line with the prevailing price of gold.

In addition, the Group has entered into various forward currency contracts and interest rate swaps to manage its exposures on exchange rate and interest rate.

However, these commodity derivative contracts, forward currency contracts and interest rate swaps are not designated as hedging instrument or not qualified for hedge accounting. Accordingly, any gains or losses from changes in fair value of derivatives are taken directly to the income statement. Further details are given in note 4.

13. TRADE AND BILLS PAYABLES

	2011	2010
	RMB'000	*RMB'000*
Trade payables	**2,276,258**	2,857,078
Bills payable	**3,300,144**	2,247,928
	5,576,402	5,105,006

An aged analysis of the trade payables as at the end of the reporting period, based on the invoice date, is as follows:

	2011	2010
	RMB'000	*RMB'000*
Within 1 year	**2,205,939**	2,802,072
1 to 2 years	**33,459**	6,158
2 to 3 years	**3,056**	17,644
Over 3 years	**33,804**	31,204
	2,276,258	2,857,078

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

By Order of the Board
JIANGXI COPPER COMPANY LIMITED
Li Yihuang
Director

Jiangxi, the People's Republic of China
27 March 2012

As at the date of this announcement, the executive directors of the Company are Mr. Li Yihuang, Mr. Li Baomin, Mr. Gao Jianmin, Mr. Liang Qing, Mr. Gan Chengjiu, Mr. Hu Qingwen and Mr. Shi Jialiang; and the independent non-executive directors of the Company are Mr. Wu Jianchang, Mr. Tu Shutian, Ms. Zhang Rui and Mr. Gao Dezhu.