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)

2012 INTERIM RESULTS ANNOUNCEMENT

I. IMPORTANT NOTICE

(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 severally and jointly accept full responsibility for the truthfulness, accuracy and completeness of the information contained herein.

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

(2) The Director, Mr. Liang Qing was unable to attend the Board meeting due to business affair, but has appointed the Chairman, Mr. Li Yihuang, to attend the Board meeting and to vote on his behalf. Except Mr. Liang Qing, all other Directors attended the Board meeting.

(3) The interim financial report of the Company and its subsidiaries (the "Group") has not been audited, but the interim financial information prepared in accordance with International Accounting Standards 34 "Interim Financial Reporting" and other relevant provisions (collectively referred to as "IFRS") has been reviewed by Deloitte Touche Tohmatsu and considered and approved by the independent audit committee (the "Audit Committee") of the Company.

(4) No non-operational funding appropriation by controlling shareholder and its connected parties was found in the Group.

(5) The Group did not provide third-party guarantees in violation of stipulated decision-making procedures.

(6) The Company's Chairman, Mr. Li Yihuang, the principal accounting responsible person, Mr. Gan Chengjiu, and Head of Financial Department (accounting chief), Mr. Jiang Liehui, warrant the truthfulness and completeness of the financial report set out in the interim report.

II. MAJOR FINANCIAL DATA AND INDICATORS

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

	For the six months ended 30 June		
	2012	2011	Increase/
	(Unaudited)	(Unaudited)	(decrease)
	(RMB'000)	*(RMB'000)*	*(%)*
Revenue	**66,781,647**	59,062,247	13.07
Profit before taxation	**3,269,530**	5,161,931	(36.66)
Profit for the period attributable to owners of the Company	**2,668,949**	4,313,216	(38.12)
Basic earnings per share *(RMB)*	**0.77**	1.25	(38.12)

	As at 30 June 2012	As at 31 December 2011	Increase/
	(Unaudited)	(Audited)	(decrease)
	(RMB'000)	*(RMB'000)*	*(%)*
Total assets	**77,999,600**	68,149,629	14.45
Total liabilities	**36,740,012**	28,343,634	29.62
Net assets attributable to owners of the Company	**40,316,247**	39,302,921	2.58
Net assets per share attributable to owners of the Company *(RMB)*	**11.64**	11.35	2.56

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

	As at 30 June 2012 (Unaudited) *RMB'000*	As at 31 December 2011 (Audited) *RMB'000*	Increase/ (decrease) *(%)*
Total assets	**77,999,600**	68,149,629	14.45
Equity attributable to owners of the Company	**40,316,247**	39,302,921	2.58
Net assets per share attributable to owners of the Company *(RMB)*	**11.64**	11.35	2.56

	For the six months ended 30 June		
	2012 (Unaudited) *RMB'000*	2011 (Unaudited) *RMB'000*	Increase/ (decrease) *(%)*
Operating profit	**3,144,181**	5,062,701	(37.90)
Total profit	**3,176,169**	5,076,434	(37.43)
Net profit attributable to owners of the Company	**2,576,181**	4,228,577	(39.08)
Net profit after non-recurring profit and loss items attributable to owners of the Company	**2,132,313**	3,780,273	(43.59)
Basic earnings per share *(RMB)*	**0.74**	1.22	(39.08)
Basic earnings per share after non-recurring profit and loss items *(RMB)*	**0.62**	1.09	(43.12)
Diluted earnings per share *(RMB)*	**0.74**	1.22	(39.08)
Weighted average return on net assets *(%)*	**6.47**	11.69	Decreased by 5.22 percentage points
Net cash inflow from operating activities	**1,377,486**	4,471,397	(69.19)
Net cash inflow from operating activities per share *(RMB)*	**0.40**	1.29	(68.99)

Net profit after non-recurring profit and loss items attributable to shareholders of the Company (prepared under the PRC GAAP):

	For the six months ended 30 June 2012 (Unaudited) *RMB'000*
Non-recurring profit and loss items	
Profit and loss on disposal of non-current assets	**4,075**
Government grant as included in profit and loss of the current period (other than those closely relating to business of enterprises and subject to a fixed amount or quantity under certain standard required by relevant national policies)	**26,645**
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, excluding effective portion of normal transactions qualified for hedge accounting	**460,262**
Other non-recurring items included in non-operating income and expenses	**1,268**
Impact of income tax	**(23,724)**
Impact on minority interests (after tax)	**(24,658)**
Total	**443,868**

3. RECONCILIATION BETWEEN IFRS AND PRC GAAP

Discrepancies between net profit and net assets in the financial report disclosed under IFRS and under PRC GAAP

	Net profit attributable to owners of the Company For the six months ended 30 June		Equity attributable to owners of the Company	
	2012	2011	**As at 30 June 2012**	As at 31 December 2011
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Audited)
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Financial statements prepared in accordance with PRC GAAP	**2,576,181**	4,228,577	**40,316,247**	39,302,921
Adjustments to items and amounts under IFRS:				
Reversal of the safety fund expenses provided but not used under the PRC GAAP during the period	**92,768**	84,639	**—**	—
Financial statements prepared in accordance with IFRS	**2,668,949**	4,313,216	**40,316,247**	39,302,921

Note: Difference between PRC GAAP and IFRS refers to reversal of the safety fund expenses provided but not used for the period under PRC GAAP in the consolidated income statement for the period under IFRS.

III. CHANGES IN SHARE CAPITAL AND SHAREHOLDERS

(I) STATEMENT OF CHANGES IN SHARES

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

(II) THE NUMBER OF SHAREHOLDERS AND ULTIMATE CONTROLLER

1. *The number of shareholders and shareholdings*

Unit: Share

The number of shareholders at the end of the reporting period	209,516 shareholders in total, of which: 208,467 were holders of A shares and 1,049 were holders of H shares

Shareholdings of the top ten shareholders

Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Total number of shares held	Increase/ (decrease) during the reporting period	Number of shares held subject to trading moratorium	Number of shares pledged or frozen
Jiangxi Copper Corporation ("JCC")	State-owned legal person	38.70	1,339,904,607	(2,575,286)	0	Nil
HKSCC Nominees Limited ("HKSCC")	Unknown	37.64	1,303,528,605	57,704,993	0	Unknown
Industrial and Commercial Bank of China — Guang Fa Large-cap Growth Mixed Securities Investment Fund (中國工商銀行 — 廣發大盤成長混合型證券投資基金)	Unknown	0.41	14,300,000	(299,757)	0	Unknown
DA ROSA JOSE AUGUSTO MARIA	Unknown	0.29	10,000,000	0	0	Unknown
Industrial and Commercial Bank of China — SSE 50 Trading Index Securities Investment Open-ended Fund (中國工商銀行 — 上證50交易型開放式指數證券投資基金)	Unknown	0.22	7,658,093	(880,624)	0	Unknown
Agricultural Bank of China — Dacheng Innovation Growth Mixed Securities Investment Fund (中國農業銀行 — 大成創新成長混合型證券投資基金)	Unknown	0.19	6,530,737	3,245,198	0	Unknown
Bank of Communications — E Fund 50 Index Securities Investment Fund (交通銀行 — 易方達50指數證券投資基金)	Unknown	0.18	6,343,175	280,394	0	Unknown
China Construction Bank — China AMC Advantage Growth Stock Fund (中國建設銀行 — 華夏優勢增長股票型證券投資基金)	Unknown	0.14	4,999,913	4,999,913	0	Unknown
Industrial and Commercial Bank of China — Nanfang Longyuan Industry Stock Securities Investment Fund (中國工商銀行 — 南方隆元產業主題股票型證券投資基金)	Unknown	0.14	4,999,883	4,999,883	0	Unknown
Bank of China — Harvest Shanghai Shenzhen 300 Index Securities Investment Fund (中國銀行 — 嘉實滬深300指數證券投資基金)	Unknown	0.13	4,380,245	(161,900)	0	Unknown

Shareholdings of the top ten shareholders not subject to trading moratorium

Name of shareholder	Number of shares held not subject to trading moratorium	Class and number of shares
JCC	1,339,904,607	Ordinary shares denominated in RMB (A Shares) 1,279,499,607 Overseas listed foreign shares (H Shares) 60,405,000
HKSCC	1,303,528,605	Overseas listed foreign shares (H Shares)
Industrial and Commercial Bank of China — Guang Fa Large-cap Growth Mixed Securities Investment Fund (中國工商銀行 — 廣發大盤成長混合型證券投資基金)	14,300,000	Ordinary shares denominated in RMB (A Shares)
DA ROSA JOSE AUGUSTO MARIA	10,000,000	Overseas listed foreign shares (H Shares)
Industrial and Commercial Bank of China — SSE 50 Trading Index Securities Investment Open-ended Fund (中國工商銀行 — 上證50交易型開放式指數證券投資基金)	7,658,093	Ordinary shares denominated in RMB (A Shares)
Agricultural Bank of China — Dacheng Innovation Growth Mixed Securities Investment Fund (中國農業銀行 — 大成創新成長混合型證券投資基金)	6,530,737	Ordinary shares denominated in RMB (A Shares)
Bank of Communications — E Fund 50 Index Securities Investment Fund (交通銀行 — 易方達50指數證券投資基金)	6,343,175	Ordinary shares denominated in RMB (A Shares)
China Construction Bank — China AMC Advantage Growth Stock Fund (中國建設銀行 — 華夏優勢增長股票型證券投資基金)	4,999,913	Ordinary shares denominated in RMB (A Shares)
Industrial and Commercial Bank of China — Nanfang Longyuan Industry Stock Securities Investment Fund (中國工商銀行 — 南方隆元產業主題股票型證券投資基金)	4,999,883	Ordinary shares denominated in RMB (A Shares)
Bank of China — Harvest Shanghai Shenzhen 300 Index Securities Investment Fund (中國銀行 — 嘉實滬深300指數證券投資基金)	4,380,245	Ordinary shares denominated in RMB (A Shares)

The explanation of the connected relationship or parties acting in concert among the aforesaid shareholders:

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

(2) HKSCC held 1,303,528,605 H shares of the Company in the capacity of nominee on behalf of a number of customers, representing approximately 37.64% of the issued share capital of the Company. HKSCC is a member of Central Clearing and Settlement System, providing securities registration and custodial services for customers.

(3) At the end of the reporting period, JCC held 60,405,000 H shares of the Company, which have been registered with HKSCC and were separately listed from shares held by HKSCC as nominee when disclosed by the Company. Taking into account the H shares held by JCC, HKSCC held 1,363,933,605 shares as nominee, representing approximately 39.39% of the issued share capital of the Company.

2. *Changes in controlling shareholder and ultimate controller*

There was no change in controlling shareholder and ultimate controller of the Company during the reporting period.

IV. REPORT OF THE BOARD

During the reporting period, in face of the grim and complex economic situation in the PRC and abroad, the Group, revolving around its development strategy, continued to intensify the internal management to prevent operational risks, thus managed to complete the production volume of principal products on schedule. However, the serious reversion in price parity between domestic and foreign copper cathodes, inevitable increase in the costs and a decrease in the consumption of copper processing products had prompted the Company's profit to drop.

(I) Analysis and discussion of the overall operations during the reporting period

1. Industry overview

In the reporting period, as European debt crisis continued to spread and flare up, the world economy still hardly saw a sign of recovery and the domestic and foreign copper market was shrouded in depression. The average monthly closing price of copper futures on the London Metal Exchange ("LME") was US$8,146 per tonne, representing a decrease of US$1,262 per tonne or 13.41% as compared to the same period last year. Monthly average closing price of copper futures on the Shanghai Futures Exchange (inclusive of tax) was RMB58,336 per tonne, representing a decrease of RMB11,789 per tonne or 16.81% as compared to the same period last year.

As to joint-products, silver price registered a substantial decrease from the same period of last year, while the gold price basically leveled off with the same period last year. Sulphuric acid, sulphuric concentrate and rare metals all recorded decrease in prices to various degrees as compared to the same period last year.

The copper smelting processing fee still lingered around the lowest level in history, basically on a par with the level for the same period last year.

The slowdown in the domestic economic growth and the continuous decline in commodity price brought a more severe challenge in aspects such as financing, sales and risk control for the down-stream processing enterprises of the Group.

2. Business review

During the reporting period, according to the unaudited consolidated financial statements prepared under PRC GAAP, the operating revenue of the Group amounted to RMB67,068.15 million, representing an increase of RMB7,749.72 million or a growth of 13.06% over the same period last year. Operating profit amounted to RMB3,144.18 million, representing a decrease of RMB1,918.52 million or a drop of 37.90% from the same period last year. Net profit attributable to shareholders of the Company amounted to RMB2,576.18 million, representing a decrease of RMB1,652.4 million or a drop of 39.08% from the same period last year. Basic earnings per share was RMB0.74, representing a decrease of RMB0.48 or a decline of 39.08% from the same period last year.

During the reporting period, the Group fulfilled the production volume as planned. The Group produced 500,200 tonnes of copper cathodes (including processed copper cathodes), representing a growth of 3.13% over the same period last year (2011 interim: 485,000 tonnes). Compared to the same period last year, the production of gold decreased by 0.34% to 12,796 kg (2011 interim: 12,840 kg), while the production of silver increased by 1.01% to 301 tonnes (2011 interim: 298 tonnes). The production of copper rods and wires decreased by 1.46% to 202,000 tonnes as compared to the same period last year (2011 interim: 205,000 tonnes). Sulphuric acid increased by 5.00% to 1,260,000 tonnes as compared to the same period last year (2011 interim: 1,200,000 tonnes). The production of sulphuric concentrate reached 917,900 tonnes, representing an increase of 10.59% over the same period last year (2011 interim: 830,000 tonnes). Copper concentrates (containing copper) increased by 5.21% to 101,000 tonnes as compared to the same period last year (2011 interim: 96,000 tonnes). Production of molybdenum concentrate (45%) was 3,239 tonnes, representing an increase of 36.84% as compared to the same period last year (2011 interim: 2,367 tonnes). Production of copper processing products other than copper rods and wires increased by 2.46% to 33,300 tonnes from the same period last year (2011 interim: 32,500 tonnes).

(II) Prospect in the second half of the year

The fermenting European debt crisis and the uncertainties during the recovery of global economies remain unsettled in the second half of this year. Given a possible downturn in China's real economies, the industry restructuring will continue to progress. The prices of the Group's products, including copper, gold, silver and sulphuric acid may be unlikely to pick up. In the second half of this year, the Group will continue to refine internal management, strengthen cost control, prevent operating risks and improve operating efficiencies, making the best endeavours to improve the Company's operating result.

1. The Group will strive to complete projects under construction, aspiring to commence construction of Yinshan Mining's deep mining production-expansion renovation project within the year; complete Dexing 600,000 tonne pyrite-based sulfuric acid production project and Guangzhou 400,000 tonne copper rod project and put them into production in the second half of 2012. In addition, the Group endeavors to assist in the construction of the Aynak Copper Mine project in Afghanistan and the copper mine construction project of Northern Peru Copper Corp.

2. The Group will adjust its business concept and deepen internal reforms. Through reintegrating enterprises of the Company in Nanchang area, being manufacturers of copper foil, enameled wires and copper pipes, the Company will build a new processing business segment and a new management and control pattern. It will explore a flexible operating mechanism in which responsibilities, rights and interests are closely integrated, which can optimize allocation of internal resources and improve its competitiveness in the copper processing market.

3. The Group will intensify cost control. Further exploiting its internal potential, it will prioritize costs reduction and efficiency enhancement in the Company's development in the second half of this year. With the promulgation of "Assessment Plan for Costs Reduction Award" (成本節約獎考核方案), mechanisms such as direct connection between employees' income growth and cost reduction as well as efficiency enhancement will be established.

4. Strengthen risk control and prevention: risk control is to be strengthened and management over receivables is to be tightened to maintain a reasonable scale of receivables. A more stringent credit monitoring of major customers will be exercised, together with an economic management over the size of inventories. With these initiatives, the Group aims to lower risks due to price fluctuations and optimize the efficiency of capital utilization.

V. MANAGEMENT DISCUSSION AND ANALYSIS

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

(I) The Company's Principal Operations and Performance

Principal operation by industry and products

Unit: '000 Currency: RMB

By industry and by products	Operating revenue	Operating cost	Operating profit margin (%)	Increase/decrease in operating revenue over the same period last year (%)	Increase/decrease in operating cost over the same period last year (%)	Increase/decrease in operating profit margin over the same period last year (%)
Copper cathodes	40,700,849	39,237,513	3.60	16.47	19.73	Decreased by 2.63 percentage points
Copper rods and wires	12,622,701	11,786,397	6.63	(3.91)	(2.07)	Decreased by 1.75 percentage points
Copper processing products	2,377,612	2,330,871	1.97	9.93	12.45	Decreased by 2.20 percentage points
Precious metals (gold and silver)	7,035,436	6,176,022	12.22	12.03	29.92	Decreased by 12.08 percentage points

By industry and by products	Operating revenue	Operating cost	Operating profit margin	Increase/ decrease in operating revenue over the same period last year	Increase/ decrease in operating cost over the same period last year	Increase/ decrease in operating profit margin over the same period last year
			(%)	*(%)*	*(%)*	*(%)*
Chemical products	1,000,781	453,705	54.66	(17.28)	(18.15)	Increased by 0.47 percentage point
Rare metals and other non-ferrous metals	2,832,978	2,530,883	10.66	135.54	132.84	Increased by 1.03 percentage points
Other products	317,600	190,560	40.00	20.44	112.86	Decreased by 26.05 percentage points
Sub-total	66,887,957	62,705,951	6.25	12.98	17.50	Decreased by 3.61 percentage points
Other operations	180,195	120,154	33.32	54.50	131.11	Decreased by 22.1 percentage points
Total	67,068,152	62,826,105	6.32	13.06	17.61	Decreased by 3.62 percentage points

Among which the total amount of connected transactions arising from sales of products and providing services by the Company to the controlling shareholder and its subsidiaries was RMB825.28 million.

(1) Copper cathodes

During the reporting period, operating revenue from copper cathodes increased by RMB5,754.27 million or a growth of 16.47% as compared with the same period last year, mainly resulting from the increase in trading volume of copper cathodes as compared with the same period last year. Operating costs of copper cathodes increased by RMB6,465.14 million or a growth of 19.73% as compared with the same period last year, due to the increase in sales volume. The operating profit of copper cathodes decreased by RMB710.87 million or a drop of 32.70% as compared with the same period last year, while the operating profit margin decreased from 6.22% for the same period last year to 3.60% for the period.

(2) Copper rods and wires

During the reporting period, operating revenue from copper rods and wires decreased by RMB513.42 million or 3.91% from the same period last year, mainly due to the decrease in selling price of copper rods and wires as compared with the same period last year. Operating costs of copper rods and wires decreased by RMB249.25 million or a drop of 2.07% as compared with the same period last year, mainly due to the decrease in purchase prices of outsourced raw materials. Operating profit of copper rods and wires decreased by RMB264.17 million or a drop of 24% as compared with the same period last year, while operating profit margin decreased from 8.38% for the same period last year to 6.63% for the period.

(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 sales volume of copper processing products, operating revenue of copper processing products other than copper rods and wires increased by RMB214.79 million or a growth of 9.93% for the period as compared with the same period last year. Operating costs increased by RMB258.14 million or a growth of 12.45% as compared with the same period last year. Operating profit decreased by RMB43.35 million or a drop of 48.12% as compared with the same period last year, while the operating profit margin decreased from 4.17% for the same period last year to 1.97% for the period.

(4) Precious metals (gold and silver)

During the reporting period, operating revenue of precious metals increased by RMB755.50 million or a growth of 12.03% as compared with the same period last year due to the increase in sales volume. Operating costs of precious metals increased by RMB1,422.24 million or a growth of 29.92% as compared with the same period last year due to the increase in the sales volume of outsourced precious metals. Operating profit of precious metals decreased by RMB666.74 million or a drop of 43.69% as compared with the same period last year while operating profit margin decreased from 24.30% for the same period last year to 12.22% for the period.

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

During the reporting period, operating revenue from chemical products decreased by RMB209.12 million or a drop of 17.28%, mainly due to the decrease in the selling prices as compared with the same period last year. Operating costs of chemical products decreased by RMB100.60 million or a drop of 18.15%. Operating profit of chemical products decreased by RMB108.51 million or a drop of 16.55% as compared with the same period last year while operating profit margin increased from 54.19% for the same period last year to 54.66%.

(6) Rare metals and non-ferrous metals

During the reporting period, the surge in the sales volume of rare metals and other non-ferrous metals resulted in an increase of RMB1,630.22 million or an increase of 135.54% in the operating revenue of rare metals as compared with the same period last year. Operating costs of rare metals and other non-ferrous metals increased by RMB1,443.92 million or an increase of 132.84%. Operating profit of rare metals increased by RMB186.31 million or an increase of 160.90% as compared with the same period last year while operating profit margin increased from 9.63% for the same period last year to 10.66% for the period.

(7) Other products

During the reporting period, the operating revenue of other products increased by RMB53.90 million or an increase of 20.44% as compared with the same period last year. Operating costs increased by RMB101.03 million or a growth of 112.86%. Operating profit decreased by RMB47.13 million or 27.06% as compared with the same period last year; and operating profit margin decreased from 66.05% for the same period last year to 40.00% for the period.

(8) Other business

During the reporting period, the operating revenue of other businesses increased by RMB63.56 million or an increase of 54.50% as compared with the same period last year. Operating costs increased by RMB68.16 million or an increase of 131.11%. Operating profit decreased by RMB4.60 million or a drop of 7.12% as compared with the same period last year while operating profit margin decreased from 55.42% for the same period last year to 33.32% for the period.

(II) Principal operations by geographical areas

Unit: '000 Currency: RMB

Geographical areas	**Revenue from principal operations**	**Increase/ (decrease) in revenue from operations over the same period last year** *(%)*
Mainland China	**61,985,523**	14.41
Hong Kong	**2,237,234**	(46.94)
Others	**2,665,200**	229.69
Total	**66,887,957**	12.98

(III) Analysis on Financial Position During the Reporting Period

1. Financial position

As at the end of the reporting period, the total assets of the Group amounted to RMB77,999.60 million, representing an increase of RMB9,849.97 million or 14.45% as compared with the beginning of the period, in which:

(1) the balance of cash and bank amounted to RMB20,404.45 million, representing an increase of RMB4,558.16 million or a growth of 28.76% as compared with the beginning of the period, primarily due to earnings and the increase in bank borrowings;

(2) Held-for-trading financial assets increased by RMB296.18 million mainly due to an increase in the amount of hedging contracts of commodity derivative contracts;

(3) the balance of notes receivable amounted to RMB4,390.83 million, representing a decrease of RMB973.53 million or a drop of 18.15% as compared with the beginning of the period, primarily due to a lower discount interest rate of notes, resulting in an increase in discounted notes;

(4) the balance of available-for-sale financial assets (including current and non-current portions) amounted to RMB3,100.08 million, representing a decrease of RMB180.01 million or a drop of 5.49% as compared with the beginning of the period, primarily due to the decrease in short-term investments of finance company of the Group;

(5) the balance of interest receivables amounted to RMB224.88 million, representing an increase of RMB79.74 million or a growth of 54.94% as compared with the beginning of the period, primarily due to the notable increase in interest receivables arising from the increase in time deposits;

(6) the balance of accounts receivable amounted to RMB3,969.48 million, representing an increase of RMB1,736.95 million or a growth of 77.80% as compared with the beginning of the period, primarily attributable to the increase in sales revenue during the period;

(7) the balance of advances to suppliers amounted to RMB5,097.61 million, representing an increase of RMB2,212.90 million or a growth of 76.71% as compared with the beginning of the period, primarily attributable to the increase in amount for procurement during the period.

As at the end of the reporting period, the balance of the total liabilities of the Group amounted to RMB36,740.01 million, representing an increase of RMB8,396.38 million or 29.62% as compared with the beginning of the period, in which:

(1) the balance of short-term borrowings amounted to RMB15,168.15 million, representing an increase of RMB6,037.42 million or a growth of 66.12% as compared with the beginning of the period, primarily due to the increase in foreign currency borrowings;

(2) held-for-trading financial liabilities decreased by RMB180.85 million, mainly due to the decrease in certain liabilities arising from the lease of gold measured at fair value;

(3) the balance of advances from customers amounted to RMB1,956.17 million, representing an increase of RMB1,171.52 million or a growth of 149.30% as compared with the beginning of the period, primarily due to the increase in sales volume and the expansion of trading scale;

(4) the balance of tax payable amounted to RMB703.56 million, representing a decrease of RMB832.60 million or a decrease of 54.20% as compared with the beginning of the period, primarily due to the payment of income tax for last year settled in the first half of the year;

(5) the balance of interest payables amounted to RMB146.14 million, representing an increase of RMB76.67 million or a growth of 110.35% as compared with the beginning of the period, primarily due to the increase in provisions made for unpaid interest at the end of the reporting period arising from the increase in borrowings;

(6) the balance of dividend payable amounted to RMB1,731.36 million, representing an increase of RMB1,731.36 million as compared with the beginning of the period, primarily due to that final cash dividend for year 2011 which has not yet been paid as at the end of the current period;

(7) the balance of other current liabilities amounted to RMB618.30 million, representing a decrease of RMB797.99 million or a decrease of 56.34% as compared with the beginning of the period, primarily due to the decrease in deposits placed by related parties with JCC Finance Company Limited ("Finance Company"), a subsidiary of the Group.

During the reporting period, the net profit of the Group attributable to owners of the Company amounted to RMB2,576.18 million, representing a decrease of RMB1,652.40 million or a drop of 39.08% as compared with the same period last year, in which:

(1) the operating revenue amounted to RMB67,068.15 million, representing an increase of RMB7,749.72 million or a growth of 13.06% as compared with the same period last year. Please refer to the analysis in the sub-section headed "The Company's Principal Operations and Performance" in this announcement;

(2) the operating costs amounted to RMB62,826.10 million, representing an increase of RMB9,408.79 million or a growth of 17.61% as compared with the same period last year, primarily due to the increase in sales volume during the first half of the year;

(3) operating taxes and surcharges amounted to RMB286.51 million, representing an increase of RMB30.32 million or a growth of 11.84% as compared with the same period last year, primarily due to the increase in cities construction tax, education supplementary tax and resources tax as compared with the same period last year;

(4) general and administrative expenses amounted to RMB796.17 million, representing an increase of RMB32.26 million or a growth of 4.22% as compared with the same period last year, primarily due to the increase in employee benefits arising from the rise in labor costs;

(5) provision for impairment of assets amounted to RMB94.00 million, representing an increase of RMB90.12 million or 2,323.48% as compared with the same period last year, primarily due to the decrease in market prices of products, leading to the increase in loss of value of the inventories;

(6) gain from changes in fair value amounted to RMB175.71 million, representing a decrease of RMB158.60 million or a drop of 47.44% as compared with the same period last year, primarily due to reversal of unrealised gains from outstanding commodity derivative contracts which were not qualified for hedge accounting carried forward from the end of last year;

(7) investment income amounted to RMB290.22 million, representing an increase of RMB15.12 million or a growth of 5.49% as compared with the same period last year, primarily due to the increase in gains from settlement of commodity derivative contracts which are not qualified for hedge accounting and the increase in investment income arising from financial products of banks;

(8) non-operating income amounted to RMB39.71 million, representing an increase of RMB19.16 million or a growth of 93.28% as compared with the same period last year, primarily due to the increase in government grants;

(9) non-operating expenses amounted to RMB7.72 million, representing an increase of RMB0.91 million or 13.33% as compared with the same period last year, primarily due to the increase in disposal of fixed assets in the first half of the year.

2. *Capital structure*

As at the end of the reporting period, the total assets of the Group increased to RMB77,999.60 million from RMB68,149.63 million as at the beginning of the period, while the total liabilities increased to RMB36,740.01 million from RMB28,343.63 million as at the beginning of the period. Gearing ratio was 47.10%, representing an increase of 5.51 percentage points as compared to the beginning of the period. Capital-liabilities ratio (liabilities/shareholders' equity) was 89.05%, representing an increase of 17.84 percentage points as compared to the beginning of the period.

3. Cash flow

(1) The net cash flow from operating activities amounted to RMB1,377.49 million, representing a decrease of RMB3,093.91 million as compared to the same period last year, primarily due to (1) a year-on-year decrease of RMB1,654.55 million in net profit; (2) an increase of RMB66.72 million in inventories over the beginning of the year, compared to a decrease of RMB2,396.43 million during the same period last year from the beginning of last year, representing a decrease of RMB2,463.15 million in net cash inflow in aggregate; (3) an increase of RMB2,891.34 million in operating receivables as compared to the beginning of the year, representing an increase of RMB3,567.32 million as compared with the same period last year, posting an increase of RMB675.97 million in the net operating cash flow.

(2) The net cash flow from investing activities amounted to RMB-1,788.12 million, representing a decrease of RMB1,920.05 million in the net cash outflow as compared to the same period last year, of which the cash inflows from investing activities decreased by RMB4,050.99 million, mainly due to a decrease of RMB4,320.35 million from recovery of short-term investments by the Finance Company during the year; the cash outflow from the investing activities decreased by RMB5,971.04 million, mainly due to a decrease of RMB6,527.21 million in short-term investment expenditure of the Finance Company during the year.

(3) The net cash flow from financing activities amounted to RMB5,343.73 million, representing a decrease of RMB1,284.32 million as compared to the same period last year, primarily due to a decrease of RMB1,467.78 million in borrowings and an increase of RMB538.35 million in debt repayment during the reporting period as compared to last year.

VI. SIGNIFICANT EVENTS

(I) Implementation of Profit Distribution Plan During the Reporting Period

At annual general meeting of the Company held on 19 June 2012, the distribution of 2011 final dividend of RMB0.5 per share (including tax) to all the shareholders of the Company was considered and approved. The Company has completed this dividend distribution in July 2012.

(II) Interim Dividend

The articles of association of the Company specifies that the Company may distribute dividends in cash or stocks. The profit distribution policy of the Company shall be maintained with certain continuity and stability and in accordance with the relevant governing regulations as amended from time to time.

In the first half of 2012, the Company did not arrange any interim dividend distribution.

(III) Formulation and Implementation of the Cash Dividend Distribution policy

On 3 August 2012, the Board considered and approved the Dividend Policy and 3-Year Plan of Shareholders' Return of Jiangxi Copper Company Limited. The plan will become effective subject to the consideration and approval at the general meeting of the Company. For details, please refer to the announcement of the Company entitled the "Dividend Policy and 3-Year Plan of Shareholders' Return of Jiangxi Copper Company Limited" dated 3 August 2012.

(IV) Appointment and Termination of Appointment of the Auditors

Until 2011, Ernst & Young Hua Ming and Ernst & Young have served as the domestic and overseas auditors of the Company respectively for five consecutive years. According to relevant requirements of the State-owned Assets Supervision & Administration Commission of Jiangxi Province and after the consideration and approval at the 2011 annual general meeting of the Company, the Company appointed Deloitte Touche Tohmatsu CPA Limited and Deloitte Touche Tohmatsu as the domestic and overseas auditors of the Company respectively for 2012.

(V) Audit Committee

The Company has convened Audit Committee meeting at which the unaudited interim condensed consolidated financial statements and the interim results report for the six months ended 30 June 2012 were considered and approved.

(VI) Code on Corporate Governance Practices

The Company is committed to maintaining and establishing high level of corporate governance. The Company has complied with the code provisions of the Code on Corporate Governance Practices and the Corporate Governance Code as set out in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") for the period from 1 January 2012 to 31 March 2012 and from 1 April 2012 to 30 June 2012, respectively.

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

At any time during the six months ended 30 June 2012, the Company did not repurchase any of its shares. Neither the Company nor any of its subsidiaries purchased or disposed of any shares of the Company during the six months ended 30 June 2012.

(VIII) 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 Listing Rules. Having made specific enquiries to all Directors and Supervisors, the Company confirms that all the Directors and Supervisors have complied with the standards required in of the Model Code during the reporting period.

(IX) Detailed results announcement

The interim report for 2012 containing all relevant information required by Appendix 16 to the Listing Rules will be despatched to shareholders and be published on the websites of the Stock Exchange (http://www.hkex.com.hk) and the Company (http://www.jxcc.com) in due course.

VII. UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH IFRSS

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

		Six months ended 30 June	
		2012	2011
	NOTES	***RMB'000***	*RMB'000*
		(unaudited)	(unaudited)
Revenue	3	**66,781,647**	59,062,247
Cost of sales		**(62,820,213)**	(53,326,442)
Gross profit		**3,961,434**	5,735,805
Other income, gains and losses	4	**734,641**	715,562
Selling and distribution expenses		**(173,262)**	(194,012)
Administrative expenses		**(829,620)**	(815,787)
Finance costs		**(414,456)**	(310,879)
Share of results of associates		**(13,603)**	27,196
Share of results of a jointly controlled entity		**4,396**	4,046
Profit before taxation		**3,269,530**	5,161,931
Taxation	5	**(567,883)**	(813,597)
Profit for the period	6	**2,701,647**	4,348,334
Profit for the period attributable to:			
Owners of the Company		**2,668,949**	4,313,216
Non-controlling interests		**32,698**	35,118
		2,701,647	4,348,334
Earnings per share			
Basic	8	**RMB0.77**	RMB1.25

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2012
(PREPARED IN ACCORDANCE WITH IFRS)

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Profit for the period	**2,701,647**	4,348,334
Other comprehensive income		
Fair value change on hedging instruments designated in cash flow hedges	**9,050**	13,351
Reclassification adjustments relating to transfer of cash flow hedges	**2,141**	103,214
Income tax relating to components of other comprehensive income	**(2,485)**	(21,217)
Exchange differences arising on translation	**34,505**	(64,296)
Other comprehensive income for the period (net of tax)	**43,211**	31,052
Total comprehensive income for the period	**2,744,858**	4,379,386
Total comprehensive income attributable to:		
Owners of the Company	**2,712,123**	4,344,268
Non-controlling interests	**32,735**	35,118
	2,744,858	4,379,386

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

	NOTES	**At 30 June 2012 *RMB'000* (unaudited)**	At 31 December 2011 *RMB'000* (audited)
Non-current assets			
Property, plant and equipment	9	**19,196,703**	18,092,411
Prepaid lease payments		**469,953**	428,375
Intangible assets		**830,316**	847,411
Exploration and evaluation assets		**213,681**	206,367
Interests in a jointly controlled entity		**31,128**	26,732
Interests in associates		**1,664,816**	1,530,574
Available-for-sale investments	10	**410,080**	510,080
Deferred tax assets		**265,762**	306,088
Deposits for property, plant and equipment	9	**490,566**	218,096
		23,573,005	22,166,134
Current assets			
Inventories		**14,077,332**	14,097,061
Trade and bills receivables	11	**8,360,317**	7,596,894
Prepayments, deposits and other receivables		**7,818,912**	4,744,573
Prepaid lease payments		**12,740**	10,103
Loans to fellow subsidiaries		**390,614**	842,510
Available-for-sale investments	10	**2,690,000**	2,770,006
Held-for-trading financial assets		**1,871**	2,331
Derivative financial instruments	12	**370,364**	73,723
Deposit in domestic financial institution	13	**300,000**	—
Pledged bank deposits		**4,425,600**	4,763,826
Bank balances and cash		**15,978,845**	11,082,468
		54,426,595	45,983,495

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(Continued)*

AT 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

	NOTES	At 30 June 2012 RMB'000 (unaudited)	At 31 December 2011 RMB'000 (audited)
Current liabilities			
Trade and bills payables	14	**6,486,796**	5,576,402
Other payables and accruals		**4,269,702**	3,233,579
Deposits from holding company and fellow subsidiaries		**614,177**	1,416,294
Dividend payable		**1,731,365**	—
Deferred revenue - government grants		**23,173**	33,170
Derivative financial instruments	12	**126,138**	152,404
Held-for-trading financial liabilities	15	**791,685**	946,260
Tax payable		**406,282**	886,062
Bank and other borrowings		**16,000,993**	9,809,366
		30,450,311	22,053,537
Net current assets		**23,976,284**	23,929,958
Total assets less current liabilities		**47,549,289**	46,096,092

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(Continued)*

AT 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

	At 30 June 2012	At 31 December 2011
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Non-current liabilities		
Bonds payable	**5,551,637**	5,422,250
Bank and other borrowings	**19,250**	173,622
Provision for rehabilitation	**133,676**	129,531
Employee benefit liability	**291,510**	291,510
Deferred revenue - government grants	**232,913**	244,499
Other long term payables	**11,305**	14,447
Deferred tax liabilities	**49,410**	14,238
	6,289,701	6,290,097
	41,259,588	39,805,995
Capital and reserves		
Share capital	**3,462,729**	3,462,729
Reserves	**36,853,518**	35,840,192
Equity attributable to owners of the Company	**40,316,247**	39,302,921
Non-controlling interests	**943,341**	503,074
	41,259,588	39,805,995

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2012
(PREPARED IN ACCORDANCE WITH IFRS)

	Attributable to owners of the Company													
	Share capital	Share premium	Capital reserves	Other reserve	Statutory surplus reserve	Discretionary surplus reserve	Safety funds surplus reserve	Hedging reserve	Translation reserve	Proposed dividends	Retained profits	Total	Non-controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
			(Note a)	*(Note b)*	*(Note c)*	*(Note c)*								
At 1 January 2012 (audited)	3,462,729	12,647,502	(934,681)	(92,506)	3,259,295	7,866,667	276,627	(4,686)	(255,149)	1,731,365	11,345,758	39,302,921	503,074	39,805,995
Profit for the period	–	–	–	–	–	–	–	–	–	–	2,668,949	2,668,949	32,698	2,701,647
Fair value change on hedging instruments designated in cash flow hedges	–	–	–	–	–	–	–	9,050	–	–	–	9,050	–	9,050
Reclassification adjustment relating to transfer of cash flow hedges	–	–	–	–	–	–	–	2,141	–	–	–	2,141	–	2,141
Income tax relating to components of other comprehensive income	–	–	–	–	–	–	–	(2,485)	–	–	–	(2,485)	–	(2,485)
Exchange differences arising on translation	–	–	–	–	–	–	–	–	34,468	–	–	34,468	37	34,505
Total comprehensive income for the period	–	–	–	–	–	–	–	8,706	34,468	–	2,668,949	2,712,123	32,735	2,744,858
Partial disposal of a subsidiary without losing control	–	–	14,126	–	–	–	–	–	–	–	–	14,126	385,874	400,000
Acquisition of additional interest in a subsidiary	–	–	18,442	–	–	–	–	–	–	–	–	18,442	31,558	50,000
Dividends paid to non-controlling shareholders	–	–	–	–	–	–	–	–	–	–	–	–	(9,900)	(9,900)
Dividends declared	–	–	–	–	–	–	–	–	–	(1,731,365)	–	(1,731,365)	–	(1,731,365)
Transfer between categories	–	–	–	–	–	–	92,768	–	–	–	(92,768)	–	–	–
At 30 June 2012 (unaudited)	3,462,729	12,647,502	(902,113)	(92,506)	3,259,295	7,866,667	369,395	4,020	(220,681)	–	13,921,939	40,316,247	943,341	41,259,588

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY *(Continued)*

FOR THE SIX MONTHS ENDED 30 JUNE 2012
(PREPARED IN ACCORDANCE WITH IFRS)

	Attributable to owners of the Company													
	Share capital	Share premium	Capital reserves	Other reserve	Statutory surplus reserve	Discretionary surplus reserve	Safety funds surplus reserve	Hedging reserve	Translation reserve	Proposed dividends	Retained profits	Total	Non-controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
			(Note a)	*(Note b)*	*(Note c)*	*(Note c)*								
At 1 January 2011 (audited)	3,462,729	12,647,502	(934,681)	(92,506)	2,670,179	6,099,320	239,154	(101,967)	(135,745)	692,546	9,576,695	34,123,226	414,180	34,537,406
Profit for the period	–	–	–	–	–	–	–	–	–	–	4,313,216	4,313,216	35,118	4,348,334
Fair value change on hedging instruments designated in cash flow hedges	–	–	–	–	–	–	–	13,351	–	–	–	13,351	–	13,351
Reclassification adjustment relating to transfer of cash flow hedges	–	–	–	–	–	–	–	103,214	–	–	–	103,214	–	103,214
Income tax relating to components of other comprehensive income	–	–	–	–	–	–	–	(21,217)	–	–	–	(21,217)	–	(21,217)
Exchange differences arising on translation	–	–	–	–	–	–	–	–	(64,296)	–	–	(64,296)	–	(64,296)
Total comprehensive income for the period	–	–	–	–	–	–	–	95,348	(64,296)	–	4,313,216	4,344,268	35,118	4,379,386
Capital contribution from non-controlling shareholders	–	–	–	–	–	–	–	–	–	–	–	–	3,366	3,366
Acquisition of non-controlling shareholders	–	–	–	–	–	–	–	–	–	–	–	–	(30,534)	(30,534)
Dividends paid to non-controlling shareholders	–	–	–	–	–	–	–	–	–	–	–	–	(8,153)	(8,153)
Dividends declared	–	–	–	–	–	–	–	–	–	(692,546)	–	(692,546)	–	(692,546)
Dividends proposed	–	–	–	–	–	–	–	–	–	692,546	(692,546)	–	–	–
Transfer between categories	–	–	–	–	–	–	84,639	–	–	–	(84,639)	–	–	–
As at 30 June 2011 (unaudited)	3,462,729	12,647,502	(934,681)	(92,506)	2,670,179	6,099,320	323,793	(6,619)	(200,041)	692,546	13,112,726	37,774,948	413,977	38,188,925

Notes:

(a) Capital reserves arise from (i) the difference between the amount by which the non-controlling interests are adjusted and the consideration paid and received for the acquisition of additional interest in a subsidiary and the partial disposal of a subsidiary without losing control; (ii) the difference between the cash consideration paid, shares issued by the Company and the amount of the registered capital of the combined entities under group reorganisations; and (iii) the excess of the value of the net assets immediately before the establishment of the Company injected into the Company by Jiangxi Copper Corporation, a holding company of the Company, as part of group reorganisations which was determined by the People's Republic of China ("PRC") valuer and was approved by the State Assets Administration Bureau over the nominal value of the shares issued upon establishment of the Company.

(b) Other reserve represents the difference in value of certain assets and liabilities included in the net assets injected into the Company pursuant to group reorganisations calculated in accordance with International Financial Reporting Standards ("IFRSs") and the valuation of assets and liabilities performed by the PRC valuer in accordance with relevant PRC standards and regulations, which valuation was confirmed by the State Assets Administration Bureau.

(c) The Company shall appropriate to the statutory surplus reserve at 10% of its profit after taxation calculated in accordance with the PRC accounting standards and regulations and the articles of association of the Company. The appropriation may cease to apply if the balance of the statutory surplus reserve has reached 50% of the Company's registered capital. In addition, the Company's articles of association also allow the Company to transfer a certain amount of profit after taxation and after appropriations to the statutory surplus reserve, subject to shareholders' approval, to the discretionary surplus reserve. According to the Company's articles of association, the statutory surplus reserve and discretionary surplus reserve can be used to make up prior year losses, to expand production operation or to increase share capital. The Company may capitalise the statutory surplus reserve and discretionary surplus reserve by way of bonus issues provided that the amount of the statutory surplus reserve remaining after such an appropriation shall not be less than 25% of the original registered capital of the Company.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Net cash from operating activities	**1,377,486**	4,471,397
Investing activities		
Proceeds on disposal of available-for-sale investments	**11,750,006**	16,522,200
Repayment of loans from (loans to) fellow subsidiaries	**451,896**	(655,942)
Interest received	**242,893**	45,673
Income received from available-for-sale investments	**110,000**	72,885
Proceeds on disposal of property, plant and equipment	**35,726**	702
Purchase of available-for-sale investments	**(11,570,000)**	(18,322,200)
Purchase of property, plant and equipment	**(1,601,667)**	(1,043,424)
Purchase of debt investments which are subject to repurchase agreements	**(750,006)**	—
Deposit in domestic financial institution	**(300,000)**	—
Investments in associates	**(114,269)**	(311,050)
Acquisition of a subsidiary	**(27,707)**	—
Other investing cash flows (net)	**(14,987)**	(17,009)
Net cash used in investing activities	**(1,788,115)**	(3,708,165)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS ***(Continued)***
FOR THE SIX MONTHS ENDED 30 JUNE 2012
(PREPARED IN ACCORDANCE WITH IFRS)

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Financing activities		
New bank and other borrowings raised	**10,923,393**	12,300,043
Proceeds from partial disposal of a subsidiary without losing control	**400,000**	—
Repayment of bank and other borrowings	**(4,897,075)**	(5,160,841)
Capital contribution from non-controlling shareholders	**50,000**	3,366
Increase of pledged deposits to secure bank borrowings and gold lease	**30,001**	(498,563)
(Decrease) increase in deposits from holding company and fellow subsidiaries	**(802,117)**	91,125
Interest paid	**(204,256)**	(71,185)
Repayment of held-for-trading financial liabilities	**(146,321)**	—
Dividends paid to non-controlling shareholders	**(9,900)**	(5,368)
Acquisition of non-controlling shareholders	**—**	(30,534)
Net cash from financing activities	**5,343,725**	6,628,043

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS *(Continued)*

FOR THE SIX MONTHS ENDED 30 JUNE 2012

(PREPARED IN ACCORDANCE WITH IFRS)

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Net increase in cash and cash equivalents	**4,933,096**	7,391,275
Cash and cash equivalents at 1 January	**11,082,468**	3,864,368
Effect of foreign exchange rate changes	**(36,719)**	(1,150)
Cash and cash equivalents at the end of the period, representing bank balances and cash	**15,978,845**	11,254,493

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2012
(PREPARED IN ACCORDANCE WITH IFRS)

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim financial reporting" ("IAS 34") issued by the International Accounting Standards Board (the "IASB") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair value, as appropriate.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2012 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2011.

In the current interim period, the Group has applied, for the first time, certain amendments to IFRSs issued by the IASB that are mandatorily effective for the current interim period. While the application of the these amendments to IFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements, the directors of the Company considers that the application of amendments to IFRS 7 may increase the disclosure requirements for transactions involving transfers of financial assets in its 2012 annual financial statements. These amendments are intended to provide greater transparency around risk exposures when a financial asset is transferred but the transferor retains some level of continuing exposure in the asset. The amendments also require disclosures where transfers of financial assets are not evenly distributed throughout the period.

3. REVENUE AND SEGMENT INFORMATION

The Group's operating activities are attributable to a single operating segment focusing on production and sale of copper and other related products. This operating segment has been identified on the basis of internal management reports prepared in accordance with accounting policies conform to IFRSs, that is regularly reviewed by the General Manager of the Group, the chief operating decision maker of the Group. The General Manager of the Group regularly reviews revenue analysis by products. However, other than revenue analysis, no operating results and other discrete financial information is available for the assessment of performance of the respective products. The General Manager of the Group reviews the revenue and the operating results of the Group as a whole to make decision about resources allocation. No analysis of segment assets or segment liabilities is presented as they are not regularly provided to the General Manager of the Group. Accordingly, no analysis of this single operating segment is presented.

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

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Sales of goods		
— copper cathodes	**40,526,980**	34,760,386
— copper rods	**12,568,779**	13,066,130
— copper processing products	**2,367,455**	2,162,818
— gold	**5,059,458**	4,202,211
— silver	**1,945,923**	2,077,721
— sulphuric and sulphuric concentrate	**996,505**	1,209,896
— rare and other non-ferrous metals	**2,820,877**	1,202,754
— others	**495,670**	380,331
	66,781,647	59,062,247

4. OTHER INCOME, GAINS AND LOSSES

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Other income:		
Interest income	**322,631**	45,673
Government grants recognised	**23,679**	13,396
	346,310	59,069
Other gains and losses:		
Fair value change on derivative financial instruments		
Transactions not qualifying for hedge accounting	**348,803**	488,627
Transactions qualifying as fair value hedges		
— Inventory hedged	**(155,494)**	(33,649)
— Fair value gains of hedging instrument	**162,504**	41,287
Ineffective portion of cash flow hedges	**1,331**	5,646
Fair value change on held-for-trading financial assets	**(426)**	(1,336)
Fair value change on held-for-trading financial liabilities	**8,254**	—
Gain on disposal of available-for-sale investments	**110,000**	72,885
Gain (loss) on disposal of property, plant and equipment	**4,074**	(102)
Foreign exchange (losses) gains, net	**(83,279)**	85,831
Impairment losses on trade and other receivables	**(7,552)**	(4,548)
Others	**116**	1,852
	388,331	656,493
	734,641	715,562

Note: Government grants recognised represents compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs, and government subsidies granted to the Group in relation to its production facilities.

5. TAXATION

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
The charge comprise:		
Current taxation		
— PRC Enterprise Income Tax	**510,779**	769,169
— Hong Kong Profits Tax	**14,289**	10,764
	525,068	779,933
Deferred taxation	**42,815**	33,664
	567,883	813,597

Hong Kong profits tax on three (2011: two) of the Group's subsidiaries has been provided at the rate of 16.5% (2011: 16.5%) on the estimated assessable profits arising in Hong Kong during the period.

The provision for PRC Enterprise Income Tax is based on a statutory rate of 25% (2011: 25%) of the assessable profits of the Group as determined in accordance with the relevant income tax rules and regulations of the PRC Enterprise Income Tax Law except for those high technology companies may be entitled to a lower PRC Enterprise Income Tax rate of 15%, which are according to the PRC Enterprise Income Tax Law. In November 2010, 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. The Company is entitled to relevant preferential policies relating to High-Tech Enterprises for three consecutive years from 2010 to 2012 with a PRC Enterprise Income Tax rate of 15%.

6. PROFIT FOR THE PERIOD

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Profit for the period has been arrived at after charging (crediting):		
Depreciation of property, plant and equipment	**565,851**	538,661
Amortisation of prepaid lease payments	**9,323**	3,209
Amortisation of intangible assets	**17,289**	18,481
Allowance for inventories, included in cost of sales	**86,445**	—

7. DIVIDENDS

	Six months ended 30 June	
	2012	2011
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Dividends recognised as distribution during the period:		
Final dividend of RMB0.5 per share for 2011 (2011: final dividend of RMB0.2 per share for 2010)	**1,731,365**	692,546

No dividends were paid or proposed during the six months ended 30 June 2012. The directors recommended the payment of interim dividend of RMB0.2 per share for the six months ended 30 June 2011.

8. EARNINGS PER SHARE

The calculation of basic earnings per share is based on the profit for the period attributable to owners of the Company of RMB2,668,949,000 (2011: RMB4,313,216,000) and on the number of 3,462,729,405 (2011: 3,462,729,405) ordinary shares in issue during the period.

No diluted earnings per share has been presented because there is no outstanding potential dilutive ordinary shares as at 30 June 2012 and 2011 and during the periods.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2012, the Group spent approximately RMB1,102,885,000 (2011: RMB781,094,000) on construction in process and RMB226,312,000 (2011: RMB7,348,000) on buildings and mining infrastructure, machinery and office equipment. Property, plant and equipment with carrying value of approximately RMB372,598,000 (2011: nil) was acquired from the acquisition of a subsidiary. Property, plant and equipment with carrying value of approximately RMB31,652,000 (2011: RMB806,000) was disposed by the Group. During the six months ended 30 June 2012, the Group paid deposits for property, plant and equipment of RMB490,566,000 (2011: RMB218,096,000).

10. AVAILABLE-FOR-SALE INVESTMENTS

	At 30 June 2012	At 31 December 2011
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Unlisted equity investments, at cost *(Note a)*	**410,080**	410,080
Portfolio fund investments, at fair value *(Note b)*	**2,690,000**	2,870,006
	3,100,080	3,280,086
Non-current assets	**410,080**	510,080
Current assets	**2,690,000**	2,770,006
	3,100,080	3,280,086

Notes:

(a) The unlisted equity investments represent the Group's equity interests in unlisted PRC companies. None of the shareholdings exceeds 20% of the issued capital of the respective investee.

(b) The portfolio fund investments represent financial products issued by PRC financial institutions. The due dates of the investments are from 3 July 2012 to 30 May 2013 (31 December 2011: 13 January 2012 to 22 February 2013) and the target annual yield rate is 3.5% to 10.5% (31 December 2011: 5.9% to 10.2%). The directors consider that the fair value of the portfolio fund investment approximates to its cost.

11. TRADE AND BILLS RECEIVABLES

The Group normally allows credit period of no longer than 90 days to its trade customers. The aged analysis of trade and bills receivables, net of allowance for doubtful debts, is presented based on the invoice date at the end of the reporting period as follows:

	At 30 June 2012 *RMB'000* **(unaudited)**	At 31 December 2011 *RMB'000* (audited)
Within 1 year	**8,354,391**	7,580,802
1 to 2 years	**4,394**	14,809
2 to 3 years	**1,532**	1,283
	8,360,317	7,596,894

12. DERIVATIVE FINANCIAL INSTRUMENTS

	As at 30 June 2012 Fair value		**As at 31 December 2011 Fair value**	
	Assets *RMB'000* **(unaudited)**	**Liabilities** *RMB'000* **(unaudited)**	Assets *RMB'000* (audited)	Liabilities *RMB'000* (audited)
Net settlement:				
Commodity derivative contracts	**149,361**	**(106,505)**	54,058	(119,481)
Forward currency contracts and interest rate swaps	**44,229**	**(19,633)**	1,489	(32,789)
Provisional price arrangement	**176,774**	**—**	18,176	(134)
	370,364	**(126,138)**	73,723	(152,404)

12. DERIVATIVE FINANCIAL INSTRUMENTS *(Continued)*

	At 30 June 2012 **RMB'000** **(unaudited)**	At 31 December 2011 *RMB'000* (audited)
Derivatives under hedge accounting:		
Cash flow hedges		
— Commodity derivative contracts	**5,397**	(5,690)
Fair value hedges		
— Commodity derivative contracts	**(12)**	(241)
— Provisional price arrangement	**168,118**	18,176
	173,503	12,245
Derivatives not under hedge accounting:		
— Commodity derivative contracts	**37,471**	(59,492)
— Provisional price arrangement	**8,656**	(134)
— Forward currency forward contracts and interest rate swaps	**24,596**	(31,300)
	70,723	(90,926)
	244,226	(78,681)

The Group uses commodity derivative contracts and provisional price arrangement to hedge its commodity price risk. Commodity derivative contracts utilised by the Group are mainly standardised copper cathode future contracts in Shanghai Futures Exchange and London Metal Exchange.

The fair value of the commodity derivative contracts represents the difference between the quoted market price of commodity derivative contracts at the end of the reporting period and the quoted price at inception of the contracts. The fair value of the provisional price arrangement is estimated by reference to the difference between the quoted market price of commodity derivative contracts at the end of the reporting period with similar maturity and the quoted price at inception of the contracts.

12. DERIVATIVE FINANCIAL INSTRUMENTS *(Continued)*

(a) Derivatives 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 30 June 2012, the expected delivery period of the forecasted sales for copper related products was from July to September 2012 (31 December 2011: 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.

12. DERIVATIVE FINANCIAL INSTRUMENTS *(Continued)*

(b) Derivatives 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 instruments or not qualified for hedging accounting.

13. DEPOSIT IN DOMESTIC FINANCIAL INSTITUTION

The maturity date of the placement to domestic financial institution is 24 July 2012 (31 December 2011: nil) and the target annual yield rate is 5.4%.

14. TRADE AND BILLS PAYABLES

The ageing analysis of trade and bills payables is presented based on the invoice date at the end of the reporting period as follows:

	At 30 June 2012 *RMB'000* **(unaudited)**	At 31 December 2011 *RMB'000* (audited)
Within 1 year	**6,312,503**	5,506,083
1 to 2 years	**139,845**	33,459
2 to 3 years	**9,346**	3,056
Over 3 years	**25,102**	33,804
	6,486,796	5,576,402

The trade payables are normally settled on 60-day terms.

15. HELD-FOR-TRADING FINANCIAL LIABILITIES

The Group entered into certain gold lease contract with banks. During the lease period, the Group might sell the leased gold to independent third parties. When the lease period expires, the Group shall return the gold with the same quantity and quality to the banks. The obligation to return the gold is recognised as held-for-trading financial liabilities.

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

29 August 2012, Jiangxi, the People's Republic of China

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; the independent non-executive directors of the Company are Mr. Wu Jianchang, Mr. Gao Dezhu, Mr. Zhang Weidong, and Mr. Deng Hui.