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**Zijin Mining Group Co., Ltd.\***

**紫金礦業集團股份有限公司**

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

**(Stock code: 2899)**

## **THIRD QUARTERLY REPORT 2012**

The board of directors (the "Board of Directors") of Zijin Mining Group Co., Ltd.\* (the "Company") announces the unaudited results (the "Third Quarterly Report") of the Company and its subsidiaries (collectively the "Group") for the nine months ended 30 September 2012, which have been prepared in accordance with the People's Republic of China (the "PRC") Accounting Standards for Business Enterprise and the related laws and regulations.

This announcement is made in accordance with Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

This report is published in both Chinese and English. In the case of any discrepancies the Chinese version of this report shall prevail over its English version.

In this report, unless otherwise stated, monetary units are denominated in Renminbi.

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

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

26 October 2012 Fujian, the PRC

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

**Zijin Mining Group Co., Ltd.\***

**Third Quarterly Report 2012**

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## 1 Important Notice

1.1 The board of directors, the supervisory committee, the directors, supervisors and senior management of the Company confirm that there are no false representations or misleading statements contained in or material omissions from this report, and collectively and individually accept responsibility for the truthfulness, accuracy and completeness of the contents contained herein.

1.2 List of director(s) of the Company who could not attend the board of directors meeting.

| Name of director | Directorship       | Reason of Absence | Name of assignee |
|------------------|--------------------|-------------------|------------------|
| Mr. Zou Laichang | Executive director | Business trip     | Mr. Lan Fusheng  |

1.3 The third quarterly financial report of the Company was unaudited.

1.4

|   |                  |
|---|------------------|
| Person-in-charge of the Company                                     | Mr. Chen Jinghe  |
| Person-in-charge of accounting affairs of the Company               | Ms. Lin Hongying |
| Head of the accounting department (accounting chief of the Company) | Mr. Qiu Shoucai  |

Mr. Chen Jinghe, person-in-charge of the Company, Ms. Lin Hongying, the person-in-charge of accounting affairs of the Company, and Mr. Qiu Shoucai, the head of the accounting department (accounting chief of the Company), hereby warrant that the financial statements contained in this quarterly report are true and complete.

## 2 Company's General Information

### 2.1 Major accounting data and financial indicators

Currency: RMB

|   | As at the end of the reporting period  | As at the end of last year   | Changes as at the end of the reporting period as compared with the end of last year (%) |
|---|--|--|---|
| Total assets (RMB)  | 64,703,422,036.16  | 52,320,199,332.00  | 23.67   |
| Equity holders' interests (or shareholders' interests) (RMB)                        | 26,767,323,190.33  | 25,008,610,933.00  | 7.03  |
| Net assets per share attributable to the shareholders of listed company (RMB/share) | 1.227  | 1.147  | 6.97  |
|   | From the beginning of the year to the end of the reporting period (January to September) |  | Changes as compared with the same period last year (%)                                  |
| Net cash flow generated from operating activities (RMB)                             |  | 5,415,672,021.99   | -8.41   |
| Net cash flow per share generated from operating activities (RMB/share)             |  | 0.248  | -8.49   |
|   | Reporting period (July to September)   | From the beginning of the year to the end of reporting period (January to September) | Changes for the reporting period as compared with the same period last year (%)         |
| Net profit attributable to the shareholders of the listed company (RMB)             | 1,233,482,383.90   | 3,618,194,908.61   | -10.24  |
| Basic earnings per share (RMB/share)  | 0.057  | 0.166  | -9.52   |

|  |       |       |                                 |
|--|-------|-------|---------------------------------|
| Basic earnings per share after deduction of extraordinary profit and loss (RMB/share)      | 0.060 | 0.173 | -22.08                          |
| Diluted earnings per share (RMB/share)   | 0.057 | 0.166 | -9.52                           |
| Weighted average return on net assets (%)  | 4.66  | 13.66 | Decreased 1.24 percentage point |
| Weighted average return on net assets after deduction of extraordinary profit and loss (%) | 4.95  | 14.28 | Decreased 2.28 percentage point |

Deducting the gain or loss arising from extraordinary items:

Currency: RMB

| Extraordinary items   | Amount from the beginning of the year to the end of the reporting period (January to September) |
|---|---|
| Gain / (loss) from disposal of non-current assets   | (24,429,975.13)   |
| Government grant recognised in the period, excluding grant that were recognized according to the regulations of the national policies, and closely related to the ordinary business of the Company, either under the government's unified standard of grant or continuous regular grant programme under the government's policy | 61,119,415.21   |
| Except for the hedging business that related to the ordinary business of the Company, the fair value gains or losses on held-for-trading financial assets and liabilities and investment gain from disposal of held-for-trading financial assets and liabilities and available-for-sale financial assets                        | (103,073,726.66)  |
| Donations   | (151,201,472.08)  |
| Net profit from equity interest transfer  | 27,918,491.13   |
| Other non-operating income and expense other than above-mentioned items   | (22,317,287.14)   |
| Income tax effect of extraordinary items  | 52,209,229.54   |
| Effect of extraordinary items (after income tax) on non-controlling interest  | (4,500,980.83)  |
| Total   | (164,276,305.96)  |

## 2.2 Total number of shareholders and top ten holders of shares not subject to trading moratorium at the end of the reporting period.

| Total number of shareholders at the end of the reporting period (No. of shareholders) |  | 929,188                           |
|---|--|-----------------------------------|
| Shareholdings of top ten holders of shares not subject to trading moratorium          |  |                                   |
| Name of shareholders (Full name)  | Number of tradable shares not subject to trading moratorium held as at the end of the reporting period | Class of shares                   |
| Minxi Xinghang State-owned Assets Investment Company Limited (閩西興杭國有資產投資經營有限公司)       | 6,316,353,180  | RMB ordinary shares (A Shares)    |
| HKSCC NOMINEES LIMITED  | 5,976,420,871  | Shares listed overseas (H Shares) |
| Xinhuadu Industrial Group   | 2,425,081,279  | RMB ordinary                      |

|   |             |                                |
|---|-------------|--------------------------------|
| Co., Ltd. (新華都實業集團股份有限公司)   |             | shares (A Shares)              |
| Xiamen Hengxing Group Co., Ltd. (廈門恒興集團有限公司)  | 322,103,789 | RMB ordinary shares (A Shares) |
| Shanghai County Jinshan Trading Co., Ltd. (上杭縣金山貿易有限公司)   | 256,245,000 | RMB ordinary shares (A Shares) |
| Chen Jinghe (陳景河)   | 132,000,000 | RMB ordinary shares (A Shares) |
| Industrial and Commercial Bank of China - Shangzheng 50 Exchange-traded Funds (中國工商銀行－上証 50 交易型開放式指數證券投資基金)               | 70,230,988  | RMB ordinary shares (A Shares) |
| Bank of Communications Limited – Yi Fangda 50 Index Securities Investment Fund (交通銀行－易方達 50 指數證券投資基金)                     | 60,681,274  | RMB ordinary shares (A Shares) |
| Industrial and Commercial Bank of China – Huitianfu Balanced Growth Securities Investment Fund (中國工商銀行－匯添富 均衡增長股票型證券投資基金) | 50,500,000  | RMB ordinary shares (A Shares) |
| Bank of China Limited - Jiashi Hushen 300 Exchange-traded Securities Investment Fund 中國銀行股份有限公司－嘉實滬深 300 交易型開放式指數證券投資基金   | 38,262,574  | RMB ordinary shares (A Shares) |

### 3 Significant Matters

#### 3.1 Analysis of operating results

During the period from January to September 2012, the Group's turnover was RMB34.634 billion, representing an increase of RMB6.15 billion or 21.59% over the same period last year (same period last year: RMB28.484 billion). The Group realized RMB3.618 billion net profit attributable to the owners of parent company, representing a decrease of RMB735 million or 16.88% over the same period last year (same period last year: RMB4.353 billion).

#### 3.2 The following table shows the breakdown of sales income by products for the periods ended 30 September 2012 and 30 September 2011 respectively:

| Items                                | Jan – Sept 2012                |    |              |    |                  | Jan – Sept 2011                |    |              |    |                  |
|--------------------------------------|--------------------------------|----|--------------|----|------------------|--------------------------------|----|--------------|----|------------------|
|                                      | Unit price (tax excluded)(RMB) |    | Sales volume |    | Amount (RMB'000) | Unit price (tax excluded)(RMB) |    | Sales volume |    | Amount (RMB'000) |
| Mine-produced gold                   | 327.33                         | /g | 22,624       | kg | 7,405,490        | 312.01                         | /g | 20,995       | kg | 6,550,660        |
| Refinery, processed and trading gold | 345.18                         | /g | 43,586       | kg | 15,045,180       | 329.49                         | /g | 37,377       | kg | 12,315,360       |
| Mine-produced silver                 | 3.97                           | /g | 94,993       | kg | 376,830          | 4.85                           | /g | 85,537       | kg | 414,760          |
| Mine-produced copper                 | 41,962                         | /t | 69,528       | t  | 2,917,540        | 50,822                         | /t | 65,316       | t  | 3,319,450        |
| Refinery copper                      | 48,261                         | /t | 76,352       | t  | 3,684,870        | 52,366                         | /t | 1,827        | t  | 95,690           |
| Mine-produced zinc                   | 7,788                          | /t | 26,555       | t  | 206,800          | 9,322                          | /t | 23,544       | t  | 219,480          |
| Refinery zinc                        | 12,931                         | /t | 119,901      | t  | 1,550,400        | 15,048                         | /t | 137,119      | t  | 2,063,370        |
| Iron concentrates                    | 621                            | /t | 1.9579       | mt | 1,216,820        | 709                            | /t | 1.5177       | mt | 1,076,080        |
| Others                               |                                |    |              |    | 5,532,350        |                                |    |              |    | 3,565,120        |
| Less: Internal sales                 |                                |    |              |    | -3,302,400       |                                |    |              |    | -1,135,970       |
| Total                                |                                |    |              |    | 34,633,880       |                                |    |              |    | 28,484,000       |

Note:

(1) Sales under Others include sales income of gold amounted to RMB1.082 billion from Xiamen Sales Company, sales income of copper pipes amounted to RMB0.574 billion, and sales income of copper belts amounted to RMB0.490 billion. The income from other products, intermediate and servicing business amounted to RMB3.386 billion.

(2) Elimination of the internal sales was not taken into consideration for all products in this table.

The Group's turnover for the period from January to September 2012 has significantly increased over the same period last year, which was mainly attributable to:

1. an increase in sales volume of refinery, processed and trading gold and refinery copper, the sales volume of which increased by 16.61% and 4,078.56% respectively over same period last year, which led to an increase of revenue of RMB5.949 billion;
2. an increase in sales volume of mineral products of gold, silver, copper, zinc and iron, which led to an increase of revenue of RMB1.087 billion;
3. an increase in selling price of gold, the Company's major product: the selling price of gold increased by 4.91% over same period last year, which led to an increase of sales income of RMB0.371 billion;
4. a drop of price of other metals except gold, which led to a decrease of revenue of RMB1.219 billion.

### 3.3 Analysis of cost of sales and gross profit margin

The Group is mainly engaged in development of mines. The Group's cost of sales mainly includes mining, processing and refining costs, ore transportation cost, raw materials consumption cost, salaries and depreciation of fixed assets employed for production, etc.

The table below sets out details of the gross profit margin for the periods ended 30 September 2012 and 30 September 2011. (Note 1)

| Items                                | Production volume |    |                 |    | Unit selling cost (RMB) |                 |      | Gross profit margin (%) |                 |
|--------------------------------------|-------------------|----|-----------------|----|-------------------------|-----------------|------|-------------------------|-----------------|
|                                      | Jan - Sept 2012   |    | Jan - Sept 2011 |    | Jan - Sept 2012         | Jan - Sept 2011 | Unit | Jan - Sept 2012         | Jan - Sept 2011 |
| Mine-produced gold                   | 22,874            | kg | 21,248          | kg | 114.13                  | 84.23           | /g   | 65.13                   | 73.00           |
| Refinery, processed and trading gold | 43,751            | kg | 37,377          | kg | 342.86                  | 327.37          | /g   | 0.67                    | 0.65            |
| Mine-produced silver                 | 100,364           | kg | 85,952          | kg | 1.89                    | 2.02            | /g   | 52.27                   | 58.34           |
| Mine-produced copper                 | 75,556            | t  | 67,270          | t  | 13,391                  | 12,268          | /t   | 68.09                   | 75.86           |
| Refinery copper (Note 2)             | 78,899            | t  | 325             | t  | 49,748                  | N/A             | /t   | -3.08                   | N/A             |
| Mine-produced zinc                   | 26,475            | t  | 23,728          | t  | 2,594                   | 2,697           | /t   | 66.70                   | 71.07           |
| Refinery zinc                        | 112,335           | t  | 145,741         | t  | 13,411                  | 15,129          | /t   | -3.72                   | -0.54           |
| Iron concentrates                    | 1.7713            | mt | 1.4246          | mt | 219                     | 206             | /t   | 64.69                   | 70.96           |
| Overall                              |                   |    |                 |    |                         |                 |      | 24.45                   | 32.66           |
| Overall (Refinery entities excluded) |                   |    |                 |    |                         |                 |      | 66.84                   | 73.14           |

Note 1: The gross profit margin by products were analyzed based on the figures before offsetting internal sales, the overall gross profit margin was calculated after offsetting internal sales.

Note 2: The 200,000 tonnes copper refinery project was put in trial production this year, while the small amount of refinery copper was produced as by-product in the zinc refinery project same period last year, therefore, their costs are not comparable.

During the period from January to September 2012, the Group's overall gross profit margin was 24.45%, representing a decrease of 8.21 percentage points over same period last year. The overall gross profit margin excluding refinery products was 66.84%, representing a decrease of 6.3 percentage points over same period last year, which was mainly attributable to the increased income of refinery products (copper and processed gold), dropped selling price of copper, zinc and iron, increased unit cost of major products, as well as the relatively high production cost of the newly acquired Norton Gold Fields Limited.

Detailed analysis is as follows:

During the period from January to September 2012, the Company's 200,000 tonnes copper refinery plant and Duobaoshan copper mine were in trial production, and with the increase in prices of main raw and auxiliary materials, labour cost, the increased investment in safety and environmental protection and the increased processing volume of low-grade ore resulting in the increase of cost.

The selling price of mine-produced silver, mine-produced copper, mine-produced zinc and iron concentrates decreased by 18.14%, 17.43%, 16.46% and 12.41% respectively over same period last year.

The unit cost of sales of mine-produced gold, mine-produced copper and iron concentrates increased by 35.5%,



9.15% and 6.60% respectively over same period last year.

The gross profit of the Group decreased by RMB834 million compared to the same period of last year, in which the changes of price of mineral products led to a decrease of gross profit of approximately RMB573 million, the changes of sales volume of mineral products led to an increase of gross profit of approximately RMB748 million, the changes of unit cost of mineral products led to a decrease of gross profit of approximately RMB729 million; refinery and processed products led to an increase of gross profit of RMB45 million. The internal sales eliminated the unrealized profit of RMB325 million.

### 3.4 Administrative Expenses Analysis

| Item                       | Jan-Sept 2012<br>(RMB) | Jan-Sept 2011<br>(RMB) | Changes as<br>compared with the<br>same period last year<br>(RMB) | Changes as compared<br>with the same period<br>last year ( % ) |
|----------------------------|------------------------|------------------------|---|--|
| Administrative<br>Expenses | <b>1,307,298,673</b>   | <b>1,077,361,180</b>   | <b>229,937,493</b>  | <b>21.34%</b>  |

The administrative expenses for the Group in the period from January to September increased by 21.34% over the same period of last year. It was mainly attributable to 1. the significant increase in expenses for the new production plants and newly acquired enterprises over the same period of last year (increased RMB113.78 million), representing 49.48% of the growth amount; 2. the substantial increase in salary and welfare expenses, depreciation charges, consultation fees, tax levies, audit and litigation fees, etc. over the same period of last year.

### 3.5 Notes and reasons for the significant changes in financial statements and financial indicators

Applicable                       Not applicable

#### 3.5.1 Note for significant changes in balance sheet items

Unit: RMB

| Items  | Closing balance of the<br>reporting period | Opening balance of the<br>year | Changes as<br>compared<br>with the<br>beginning<br>of the year | Percentage<br>of changes<br>compared<br>with the<br>beginning<br>of the year<br>( % ) |
|--|--|--------------------------------|--|---|
| Held-for-trading<br>financial assets         | 414,066,127.02                             | 264,029,003.00                 | 150,037,124.02   | 56.83   |
| Bills receivables                            | 759,679,746.79                             | 574,697,737.00                 | 184,982,009.79   | 32.19   |
| Trade receivables                            | 639,177,406.77                             | 489,112,425.00                 | 150,064,981.77   | 30.68   |
| Prepayments                                  | 1,084,961,726.16                           | 1,691,517,698.00               | -606,555,971.84  | -35.86  |
| Inventories                                  | 10,176,287,072.14                          | 7,160,297,387.00               | 3,015,989,685.14   | 42.12   |
| Other current<br>assets                      | 1,344,519,884.86                           | 584,909,276.00                 | 759,610,608.86   | 129.87  |
| Long-term equity<br>investments              | 4,551,717,680.68                           | 3,203,933,411.00               | 1,347,784,269.68   | 42.07   |
| Fixed assets                                 | 13,213,213,930.86                          | 10,145,321,562.00              | 3,067,892,368.86   | 30.24   |
| Goodwill                                     | 641,103,652.77                             | 338,979,724.00                 | 302,123,928.77   | 89.13   |
| Deferred tax<br>assets                       | 652,359,080.91                             | 434,359,241.00                 | 217,999,839.91   | 50.19   |
| Held-for-trading<br>financial<br>liabilities | 7,206,332,797.37                           | 4,005,648,200.00               | 3,200,684,597.37   | 79.90   |
| Trade payables                               | 5,153,695,251.11                           | 3,232,112,911.00               | 1,921,582,340.11   | 59.45   |
| Advance from<br>customers                    | 1,946,402,671.94                           | 1,012,751,443.00               | 933,651,228.94   | 92.19   |
| Dividends<br>payables                        | 400,000.00                                 | 23,125,841.00                  | -22,725,841.00   | -98.27  |

|                               |                  |                  |                  |        |
|-------------------------------|------------------|------------------|------------------|--------|
| Long-term borrowings          | 5,816,376,142.94 | 2,360,713,448.00 | 3,455,662,694.94 | 146.38 |
| Other non-current liabilities | 454,700,409.49   | 88,670,506.00    | 366,029,903.49   | 412.80 |
| Special reserve               | 78,215,402.35    | 33,491,518.00    | 44,723,884.35    | 133.54 |

#### Reasons for the changes in balance sheet items

##### 1. Held-for-trading financial assets

It was mainly attributable to an increase in gold price in 2012 resulting in an increase in fair value of long-term gold lease.

##### 2. Bills receivables

It was mainly attributable to an increase in sales income of the Company and use of bills for settlement, in which Xinjiang Jinbao Mining Company Limited recorded an increase of RMB253 million in sales income in this year.

##### 3. Trade receivables

It was mainly attributable to an increase in sales income of the Company, in which Zijin Copper increased by RMB52.2164 million, Jinyi Copper increased by RMB47.2562 million, Qinghai Zijin increased by RMB34.1546 million, Hunchun Zijin increased by RMB24.98 million, and Xinjiang Jinbao increased by RMB20.5615 million.

##### 4. Prepayments

It was mainly attributable to RMB820 million prepaid by Fujian Zijin Real Estate Company Limited in previous year for land use right which has been obtained in 2012, and it has been reclassified to inventories.

##### 5. Inventories

The inventories of Zijin Copper increased by RMB1.943 billion and Zijin Real Estate Company Limited increased by RMB913 million in the development costs in this year.

##### 6. Other current assets

It was mainly attributable to the increase of margin for agency accounts and futures trading, in which the Group's Headquarters increased by RMB302 million and Zijin Copper increased by RMB367 million.

##### 7. Long-term equity investments

It was mainly attributable to the new investment of RMB1.4 billion in Gold Eagle in 2012.

##### 8. Fixed assets

It was mainly attributable to the completion of construction in Zijin Copper, Heilongjiang Duobaoshan and Luoning Zijin refinery plant and the reclassification of those investment into fixed assets and the increased inputs of technological upgrade in some subsidiaries.

##### 9. Goodwill

It was mainly attributable to the acquisition of Norton Gold Fields Limited generated RMB300 million goodwill in the year.

##### 10. Deferred tax assets

It was attributable to the deferred tax assets provision derived from refinery plants' losses and the newly added deferred tax assets generated in the consolidation with Norton Gold Fields Limited in 2012.

##### 11. Held-for-trading financial liabilities

It was mainly attributable to the newly engaged gold leasing business in the year.

##### 12. Trade payables

It was attributable to the increase in payables for raw materials incurred in refinery enterprises such as Zijin Copper, Bayannaoer Zijin, Luoyang Yinhui, etc.

##### 13. Advance from customers

It was mainly attributable to the advance from clients to subsidiaries such as Zijin Real Estate Company, Xiamen Gold Sales Company, Heilongjiang Duobaoshan, etc.

##### 14. Dividends payables

It was mainly attributable to the dividends payables to the non-controlling interest accrued at the beginning of the

year which has been settled by the subsidiaries in this year.

#### 15. Long-term borrowings

It was mainly attributable to (1) the increase of RMB2.7 billion loan for the new investments in Gold Eagle Mining Investment Limited and Norton Gold Fields Limited in the year; (2) the increase in fixed assets loan for the construction of new projects.

#### 16. Other non-current liabilities

It was mainly attributable to (1) RMB200 million government grant for the Zijinshan Gold and Copper Mine and non-ferrous metals mineral resources comprehensive utilization demonstration bases received by the Group in 2012; (2) the increase of government special funds and grants in other subsidiaries.

#### 17. Special reserve

It was mainly attributable to the provision amount which is larger than the actual expenses of safety measures fee in the year.

### 3.5.2 Note for the significant changes in major income statement items

Unit: RMB

| Items                      | 2012 (January to September) | 2011 (January to September) | Changes as compared with the same period last year | Percentage of changes compared with the same period last year (%) |
|----------------------------|-----------------------------|-----------------------------|--|---|
| Cost of sales              | 26,165,343,595.51           | 19,181,865,220.52           | 6,983,478,374.99                                   | 36.41   |
| Selling expenses           | 457,997,839.49              | 319,930,448.57              | 138,067,390.92                                     | 43.16   |
| Financial expenses         | 471,073,477.45              | 275,762,454.61              | 195,311,022.84                                     | 70.83   |
| Assets impairment losses   | (671.21)                    | 187,793,240.00              | (187,793,911.21)                                   | (100.00)  |
| Investment income          | 362,974,403.96              | 231,601,569.30              | 131,372,834.66                                     | 56.72   |
| Other comprehensive income | 174,202,029.68              | (622,179,554.60)            | 796,381,584.28                                     | (128.00)  |

#### Reasons for the changes in income statement items

(1) Cost of sales

It was mainly attributable to the increase in sales volume of the refining and processing products in 2012.

(2) Selling expenses

It was mainly attributable to the increase in transportation volume and the rise of the transportation unit price in 2012.

(3) Financial expenses

It was mainly attributable to the increase in interest expenses as a result of the bonds issue and the newly engaged gold leasing business.

(4) Assets impairment losses

It was mainly attributable to the impairment provision of RMB150 million for Xinyi Zijin and RMB37.735 million impairment loss for Kingbao Mining Ltd. (Myanmar project) in the same period last year.

(5) Investment income

It was mainly attributable to the increase in profit derived in share investment and the settlement of futures.

(6) Other comprehensive income

It was mainly attributable to (1) the recovery in prices of the invested shares in 2012 and an increase in gain in changes of the fair value of the available-for-sale financial assets compared with the same period last year; (2) the reversal of gain of RMB215 million in changes in fair value originally recognized in the same period last year for the disposal of Continental Minerals Corporation.

**3.5.3 Note for the significant changes in major items of the cash flow statement**

|  |                             |                             |   | <b>Unit: RMB</b>  |
|--|-----------------------------|-----------------------------|---|---|
| Items                                    | 2012 (January to September) | 2011 (January to September) | Changes compared with the same period last year | Percentage of changes compared with the same period last year (%) |
| Net cash flows from investing activities | (7,461,582,238.53)          | (5,759,740,995.85)          | (1,701,841,242.68)                              | 29.55   |

**Reasons for the significant changes in cash flow statement items**

Net cash flow from investing activities: It was mainly attributable to the increase in investment in Gold Eagle and technological upgrade projects in 2012.

**3.6 Analysis and explanation on the progress of significant matters and their impact and resolutions**

Applicable Not applicable

**3.7 Performance of undertakings given by the Company, shareholders and the effective controlling person**

Applicable Not applicable

The controlling shareholder, Minxi Xinghang State-owned Assets Investment Co., Ltd. (“Minxi Xinghang”), has undertaken, during the period of being the controlling shareholder of the Company, Minxi Xinghang and its wholly-owned or controlling enterprises will not engage in those business that is competitive or constitute a competitive threat to the Company’s main business or main products within or outside the PRC, including investing, purchasing, merging locally or globally or entrusting to operate a company, business or other economy association which main business or product is same or similar to the Company. The Company will have priority to develop new business segment while Minxi Xinghang and other wholly-owned or controlling enterprise will not develop the same business segment.

The above undertakings were being fulfilled, no commitment has been breached.

**3.8 Warning in respect of forecast of possible net loss from the beginning of the year to the end of the next reporting period or warning in respect of any significant changes in net profit as compared with that of the corresponding period of previous year and the reasons therefore**

Applicable Not applicable

**3.9 Execution of cash dividend distribution in the reporting period**

The Company passed the 2011 profit distribution resolution in its 2011 annual general meeting and the 2011 distribution of cash dividends was completed on 12 July 2012 by the Company.

#### **4.0 Other matters**

On 5 May 2011, the Company sold all the portion of shares it held in Continental Minerals Corporation (“Continental Minerals”), a company listed in Canada, to an offeror for an investment income of RMB227,153,047.21, as recognized in the 2011 interim report. The Company subsequently entered into agreements with the same offeror in July and November 2011 to acquire 45% equity interest of Gold Eagle Mining Investment Limited (“Gold Eagle”), a subsidiary of the offeror. As the sale of shares of Continental Minerals and acquisition of equity interests of Gold Eagle involved the same mining assets and the acquisition of equity interests of Gold Eagle was formally concluded around a 6-month period after the sale of shares of Continental Minerals, as a matter of prudence, the Company reversed the investment income in the annual consolidated financial statements of year 2011, which was recognized in the 2011 interim report. For sake of the comparability between 2012 and 2011 third quarterly reports, the Company has made relevant adjustment to 2011 third quarterly results in this report and reversed the investment income recognized in the 2011 third quarterly report.

Zijin Mining Group Co., Ltd.\*  
Legal Representative: Chen Jinghe  
27 October 2012

## 4 Appendix

### 4.1

#### Consolidated Balance Sheet

30 September 2012

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Period end balance | Year beginning balance |
|---|--------------------|------------------------|
| <b>Current assets:</b>                            |                    |                        |
| Cash and cash equivalents                         | 7,276,360,714.29   | 6,180,009,655.00       |
| Settlement reserve                                |                    |                        |
| Loans to others                                   |                    |                        |
| Held-for-trading financial assets                 | 414,066,127.02     | 264,029,003.00         |
| Bills receivables                                 | 759,679,746.79     | 574,697,737.00         |
| Trade receivables                                 | 639,177,406.77     | 489,112,425.00         |
| Prepayments                                       | 1,084,961,726.16   | 1,691,517,698.00       |
| Premiums receivables                              |                    |                        |
| Reinsurance receivables                           |                    |                        |
| Reinsurance policy reserve receivables            |                    |                        |
| Interest receivables                              |                    |                        |
| Dividends receivables                             |                    |                        |
| Other receivables                                 | 905,845,546.42     | 987,302,617.00         |
| Repurchase agreements/Repurchase financial assets |                    |                        |
| Inventories                                       | 10,176,287,072.14  | 7,160,297,387.00       |
| Current portion of non-current assets             |                    |                        |
| Other current assets                              | 1,344,519,884.86   | 584,909,276.00         |
| Total current assets                              | 22,600,898,224.45  | 17,931,875,798.00      |
| <b>Non-current assets:</b>                        |                    |                        |
| Loans and advances                                |                    |                        |
| Available-for-sale financial assets               | 829,543,579.72     | 938,012,473.00         |
| Held-to-maturity investments                      |                    |                        |
| Long-term receivables                             |                    |                        |
| Long-term equity investments                      | 4,551,717,680.68   | 3,203,933,411.00       |
| Investment properties                             | 49,523,737.97      | 51,056,575.00          |
| Fixed assets                                      | 13,213,213,930.86  | 10,145,321,562.00      |
| Construction in progress                          | 9,195,343,005.70   | 7,898,525,167.00       |
| Construction materials                            | 346,623,914.94     | 333,854,223.00         |
| Fixed assets to be disposed of                    |                    |                        |
| Productive biological assets                      |                    |                        |
| Oil and gas assets                                |                    |                        |
| Intangible assets                                 | 7,971,442,335.03   | 7,138,194,099.00       |
| Development cost                                  |                    |                        |
| Goodwill  | 641,103,652.77     | 338,979,724.00         |
| Long-term deferred expenses                       | 951,046,234.05     | 769,907,533.00         |
| Deferred tax assets                               | 652,359,080.91     | 434,359,241.00         |
| Other non-current assets                          | 3,700,606,659.08   | 3,136,179,526.00       |
| Total non-current assets                          | 42,102,523,811.71  | 34,388,323,534.00      |
| Total assets                                      | 64,703,422,036.16  | 52,320,199,332.00      |
| <b>Current liabilities:</b>                       |                    |                        |
| Short-term borrowings                             | 4,946,275,934.65   | 3,815,092,312.00       |
| Loans from central bank                           |                    |                        |
| Deposits taking and deposits in peers             |                    |                        |

| Items  | Period end balance | Year beginning balance |
|--|--------------------|------------------------|
| Borrowed funds   |                    |                        |
| Held-for-trading financial liabilities                 | 7,206,332,797.37   | 4,005,648,200.00       |
| Bills payables   |                    |                        |
| Trade payables   | 5,153,695,251.11   | 3,232,112,911.00       |
| Advances from customers                                | 1,946,402,671.94   | 1,012,751,443.00       |
| Funds from disposal of repurchased financial assets    |                    |                        |
| Handling fee and commission payables                   |                    |                        |
| Employee benefits payable                              | 222,518,137.40     | 276,852,910.00         |
| Taxes payable  | 1,462,981,923.44   | 1,709,391,219.00       |
| Interest payables                                      |                    |                        |
| Dividends payables                                     | 400,000.00         | 23,125,841.00          |
| Other payables   | 1,651,828,264.99   | 2,073,223,413.00       |
| Reinsurance payables                                   |                    |                        |
| Reserve for insurance policies                         |                    |                        |
| Agent brokerage fee                                    |                    |                        |
| Agent underwriting fee                                 |                    |                        |
| Current portion of non-current liabilities             | 174,210,861.82     | 216,444,590.00         |
| Other current liabilities                              |                    |                        |
| Total current liabilities                              | 22,764,645,842.72  | 16,364,642,839.00      |
| <b>Non-current liabilities:</b>                        |                    |                        |
| Long-term borrowings                                   | 5,816,376,142.94   | 2,360,713,448.00       |
| Bond payables  | 3,014,172,228.30   | 2,987,514,948.00       |
| Long-term payables                                     | 190,448,711.15     | 159,595,217.00         |
| Specific accounts payables                             |                    |                        |
| Provisions   |                    |                        |
| Deferred tax liabilities                               | 287,313,786.36     | 226,385,417.00         |
| Other non-current liabilities                          | 454,700,409.49     | 88,670,506.00          |
| Total non-current liabilities                          | 9,763,011,278.24   | 5,822,879,536.00       |
| Total liabilities                                      | 32,527,657,120.96  | 22,187,522,375.00      |
| <b>Owners' interests (or shareholders' interests):</b> |                    |                        |
| Paid-up (share) capital                                | 2,181,196,365.00   | 2,181,196,365.00       |
| Capital reserve  | 7,950,414,278.12   | 7,689,487,793.00       |
| Less: reserved shares                                  |                    |                        |
| Special reserve  | 78,215,402.35      | 33,491,518.00          |
| Statutory reserve                                      | 1,322,283,110.86   | 1,319,401,104.00       |
| General risk reserve                                   |                    |                        |
| Retained earnings                                      | 15,438,269,883.79  | 14,004,152,348.00      |
| Exchange differences on foreign currency translation   | (203,055,849.79)   | (219,118,195.00)       |
| Equity attributable to owners of the parent            | 26,767,323,190.33  | 25,008,610,933.00      |
| Non-controlling interests                              | 5,408,441,724.87   | 5,124,066,024.00       |
| Total equity   | 32,175,764,915.20  | 30,132,676,957.00      |
| Total equity and liabilities                           | 64,703,422,036.16  | 52,320,199,332.00      |

Company's legal representative: Mr. Chen Jinghe      Person-in-charge of accounting: Ms. Lin Hongying      Head of accounting department: Mr. Qiu Shoucai

## Balance Sheet of the Parent Company

30 September 2012

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items                                      | Period end balance | Year beginning balance |
|--|--------------------|------------------------|
| <b>Current assets:</b>                     |                    |                        |
| Cash and cash equivalents                  | 3,782,226,015.68   | 3,129,014,590.00       |
| Held-for-trading financial assets          | 331,152,686.12     | 17,266,049.00          |
| Bills receivables                          | 16,503,941.53      | 51,714,483.00          |
| Trade receivables                          | 599,879,065.90     | 185,986,403.00         |
| Prepayments                                | 105,835,953.01     | 92,419,151.00          |
| Interest receivables                       |                    |                        |
| Dividends receivables                      | 10,462,500.00      | 10,462,500.00          |
| Other receivables                          | 7,075,405,545.14   | 5,791,930,414.00       |
| Inventories                                | 516,485,356.49     | 354,692,389.00         |
| Current portion of non-current assets      |                    |                        |
| Other current assets                       | 441,207,764.05     | 139,226,654.00         |
| Total current assets                       | 12,879,158,827.92  | 9,772,712,633.00       |
| <b>Non-current assets:</b>                 |                    |                        |
| Available-for-sale financial assets        | 612,024,923.77     | 628,953,457.00         |
| Held-to-maturity investments               |                    |                        |
| Long-term trade receivables                |                    |                        |
| Long-term equity investments               | 11,623,220,896.47  | 11,314,517,179.00      |
| Investment properties                      |                    |                        |
| Fixed assets                               | 1,068,849,818.42   | 1,007,236,197.00       |
| Construction in progress                   | 2,063,212,587.32   | 1,521,097,734.00       |
| Construction materials                     | 85,088,980.00      | 7,703,927.00           |
| Fixed assets to be disposed of             |                    |                        |
| Productive biological assets               |                    |                        |
| Oil and gas assets                         |                    |                        |
| Intangible assets                          | 337,202,917.22     | 351,252,411.00         |
| Development cost                           |                    |                        |
| Goodwill                                   |                    |                        |
| Long-term deferred expenses                | 68,996,069.19      | 67,540,287.00          |
| Deferred tax assets                        | 193,146,654.63     | 218,479,375.00         |
| Other non-current assets                   | 1,099,063,926.60   | 1,115,103,131.00       |
| Total non-current assets                   | 17,150,806,773.62  | 16,231,883,698.00      |
| Total assets                               | 30,029,965,601.54  | 26,004,596,331.00      |
| <b>Current liabilities:</b>                |                    |                        |
| Short-term borrowings                      | 1,098,470,239.14   | 918,268,384.00         |
| Held-for-trading financial liabilities     | 5,605,767,512.84   | 3,490,174,465.00       |
| Bills payables                             |                    |                        |
| Trade payables                             | 260,102,621.50     | 170,401,663.00         |
| Advance from customers                     | 6,402,032.11       | 2,110,280.00           |
| Employee benefits payables                 | 158,626,158.69     | 162,244,197.00         |
| Tax payables                               | 650,585,937.07     | 734,182,864.00         |
| Interest payables                          |                    |                        |
| Dividends payables                         |                    |                        |
| Other payables                             | 658,388,431.94     | 305,890,146.00         |
| Current portion of non-current liabilities | 31,880,000.00      | 43,212,700.00          |
| Other current liabilities                  |                    |                        |



| <b>Items</b>   | <b>Period end balance</b> | <b>Year beginning balance</b> |
|--|---------------------------|-------------------------------|
| Total current liabilities                              | 8,470,222,933.29          | 5,826,484,699.00              |
| <b>Non-current liabilities:</b>                        |                           |                               |
| Long-term loans  |                           |                               |
| Bond payables  |                           |                               |
| Long-term payables                                     | 128,426,004.17            | 130,610,691.00                |
| Specific accounts payables                             |                           |                               |
| Provisions   |                           |                               |
| Deferred tax liabilities                               |                           |                               |
| Other non-current liabilities                          | 208,919,193.50            | 9,060,768.00                  |
| Total non-current liabilities                          | 337,345,197.67            | 139,671,459.00                |
| Total liabilities                                      | 8,807,568,130.96          | 5,966,156,158.00              |
| <b>Owners' interests (or shareholders' interests):</b> |                           |                               |
| Paid-up (share) capital                                | 2,181,196,365.00          | 2,181,196,365.00              |
| Capital reserve  | 8,839,308,020.61          | 8,714,239,590.00              |
| Less: reserved shares                                  |                           |                               |
| Special reserve  | 16,020.84                 | 16,021.00                     |
| Statutory reserve                                      | 1,090,812,600.39          | 1,090,812,600.00              |
| General risk reserve                                   |                           |                               |
| Retained earnings                                      | 9,111,064,463.74          | 8,052,175,597.00              |
| Total equity   | 21,222,397,470.58         | 20,038,440,173.00             |
| Total equity and liabilities                           | 30,029,965,601.54         | 26,004,596,331.00             |

Company's legal representative: Mr. Chen Jinghe      Person-in-charge of accounting: Ms. Lin Hongying      Head of accounting department: Mr. Qiu Shoucai

## 4.2

## Consolidated Income Statement

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount for this reporting period (July to September) | Amount for the reporting period last year (July to September)(before restatement) | Amount for the reporting period last year (July to September)(after restatement) | Amount from the beginning of the year to the end of reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September)(before restatement) | Amount from the beginning of last year to the end of the reporting period of last year (January to September)(after restatement) |
|---|--|---|--|---|---|--|
| 1. Total Revenue  | 13,641,354,125.78                                    | 12,631,730,705.31   | 12,631,730,705.31  | 34,633,878,522.25   | 28,483,998,490.25   | 28,483,998,490.25  |
| Including: Operating revenue  | 13,641,354,125.78                                    | 12,631,730,705.31   | 12,631,730,705.31  | 34,633,878,522.25   | 28,483,998,490.25   | 28,483,998,490.25  |
| 2. Total operating expenses   | 11,489,806,243.57                                    | 9,853,106,714.55  | 9,853,106,714.55   | 28,761,572,774.90   | 21,326,938,173.14   | 21,326,938,173.14  |
| Including: Cost of sales  | 10,634,957,233.00                                    | 9,071,417,227.16  | 9,071,417,227.16   | 26,165,343,595.51   | 19,181,865,220.52   | 19,181,865,220.52  |
| Taxes and surcharges  | 127,401,531.84                                       | 114,214,936.72  | 114,214,936.72   | 359,859,860.69  | 284,225,629.46  | 284,225,629.46   |
| Selling expenses  | 164,197,680.86                                       | 142,659,160.22  | 142,659,160.22   | 457,997,839.49  | 319,930,448.57  | 319,930,448.57   |
| Administrative expenses   | 420,000,467.50                                       | 388,184,858.92  | 388,184,858.92   | 1,307,298,672.97  | 1,077,361,179.98  | 1,077,361,179.98   |
| Financial expenses  | 143,250,376.58                                       | 136,590,531.53  | 136,590,531.53   | 471,073,477.45  | 275,762,454.61  | 275,762,454.61   |
| Assets impairment losses  | (1,046.21)   | 40,000.00   | 40,000.00  | (671.21)  | 187,793,240.00  | 187,793,240.00   |
| Add: Gains from changes in fair value (losses are represented by "-")   | (144,147,783.79)                                     | (362,993,535.28)  | (362,993,535.28)   | (208,324,427.10)  | (204,679,156.57)  | (204,679,156.57)   |
| Investment income (losses are represented by "-")                       | 115,014,984.90                                       | 50,510,187.12   | 50,510,187.12  | 362,974,403.96  | 458,754,616.51  | 231,601,569.30   |
| Including: share of profits / (losses) of associates and joint ventures | 44,913,188.99  | 18,772,369.29   | 18,772,369.29  | 166,519,981.28  | 138,801,413.12  | 138,801,413.12   |
| 3. Operating profits  | 2,122,415,083.32                                     | 2,466,140,642.60  | 2,466,140,642.60   | 6,026,955,724.21  | 7,411,135,777.05  | 7,183,982,729.84   |
| Add: Non-operating income   | 31,887,699.80  | 20,339,656.39   | 20,339,656.39  | 80,014,881.68   | 68,578,250.54   | 68,578,250.54  |
| Less: Non-operating expenses  | 108,172,814.45                                       | 76,494,626.05   | 76,494,626.05  | 216,844,200.82  | 167,975,407.64  | 167,975,407.64   |

| Items   | Amount for this reporting period (July to September) | Amount for the reporting period last year (July to September)(before restatement) | Amount for the reporting period last year (July to September)(after restatement) | Amount from the beginning of the year to the end of reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September)(before restatement) | Amount from the beginning of last year to the end of the reporting period of last year (January to September)(after restatement) |
|---|--|---|--|---|---|--|
| Including: Net loss from disposal of non-current assets | 15,654,340.00  | 4,357,491.33  | 4,357,491.33   | 25,706,144.50   | 17,632,386.77   | 17,632,386.77  |
| 4. Total profits (total losses are represented by "-")  | 2,046,129,968.67                                     | 2,409,985,672.94  | 2,409,985,672.94   | 5,890,126,405.07  | 7,311,738,619.95  | 7,084,585,572.74   |
| Less: Income tax  | 508,211,508.63                                       | 620,372,222.55  | 620,372,222.55   | 1,512,195,221.18  | 1,814,230,711.88  | 1,757,442,450.08   |
| 5. Net profits (net losses are represented by "-")      | 1,537,918,460.04                                     | 1,789,613,450.39  | 1,789,613,450.39   | 4,377,931,183.89  | 5,497,507,908.07  | 5,327,143,122.66   |
| Net profit attributable to owners of the parent         | 1,233,482,383.90                                     | 1,374,148,352.40  | 1,374,148,352.40   | 3,618,194,908.61  | 4,523,495,563.36  | 4,353,130,777.95   |
| Net profit attributable to non-controlling interests    | 304,436,076.14                                       | 415,465,097.99  | 415,465,097.99   | 759,736,275.27  | 974,012,344.71  | 974,012,344.71   |
| 6. Earnings per share:                                  |  |   |  |   |   |  |
| (1) Basic earnings per share                            | 0.057  | 0.063   | 0.063  | 0.166   | 0.207   | 0.200  |
| (2) Diluted earnings per share                          | 0.057  | 0.063   | 0.063  | 0.166   | 0.207   | 0.200  |
| 7. Other comprehensive income                           | 180,511,191.43                                       | (259,704,452.98)  | (259,704,452.98)   | 174,202,029.68  | (622,179,554.60)  | (622,179,554.60)   |
| 8. Total comprehensive income                           | 1,718,429,651.47                                     | 1,529,908,997.41  | 1,529,908,997.41   | 4,552,133,213.57  | 4,875,328,353.47  | 4,704,963,568.06   |
| Total income attributable to owners of the parent       | 1,413,993,575.34                                     | 1,114,443,899.42  | 1,114,443,899.42   | 3,792,396,938.29  | 3,905,018,938.83  | 3,734,654,153.42   |
| Total income attributable to non-controlling interests  | 304,436,076.13                                       | 415,465,097.99  | 415,465,097.99   | 759,736,275.28  | 970,309,414.64  | 970,309,414.64   |

Company's legal representative: Mr. Chen Jinghe      Person-in-charge of accounting: Ms. Lin Hongying      Head of accounting department: Mr. Qiu Shoucai

### Income Statement of the Parent Company

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount for this reporting period<br>(July to September) | Amount for the reporting period last year (July to September) | Amount from the beginning of the year to the end of reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September) |
|---|---|---|---|---|
| 1. Revenue  | 2,566,178,312.59  | 3,658,813,679.26  | 8,719,340,544.41  | 7,593,740,952.74  |
| Less: operating expenses  | 1,391,643,054.03  | 2,535,669,546.78  | 5,293,876,848.26  | 4,253,126,899.86  |
| Taxes and surcharges  | 47,051,285.16   | 34,044,250.54   | 127,823,894.19  | 86,582,289.75   |
| Selling expenses  | 5,657,606.71  | 2,956,495.15  | 13,894,620.92   | 8,025,966.06  |
| Administrative expenses   | 126,690,245.63  | 128,923,825.03  | 417,288,954.41  | 364,376,022.55  |
| Financial expenses  | 70,152,044.27   | 52,854,379.82   | 133,472,108.75  | 112,902,726.44  |
| Assets impairment losses  | 0.00  | 0.00  | 0.00  | 50,000,000.00   |
| Add: Gains from changes in fair value (losses are represented by "-") | -60,703,316.46  | -56,023,313.00  | -84,689,917.97  | -56,864,756.61  |
| Investment income (losses are represented by "-")                     | 259,041,629.81  | 192,965,879.72  | 1,379,070,620.46  | 840,188,922.29  |
| Including: share of profits/(losses) of associates and joint venture  | 13,937,927.19   | 8,066,173.77  | 40,798,517.28   | 13,068,902.65   |
| 2. Operating profits (losses are represented by "-")                  | 1,123,322,390.14  | 1,041,307,748.66  | 4,027,364,820.37  | 3,502,051,213.76  |
| Add: Non-operating income   | 2,095,728.41  | 654,811.94  | 2,719,223.62  | 11,572,254.09   |
| Less: Non-operating expenses  | 68,934,753.66   | 54,081,850.15   | 144,351,757.34  | 91,273,540.82   |
| Including: loss from disposal of non-current assets                   | 442,985.73  | 0.00  | 855,615.05  | 701,962.76  |
| 3. Total profits (total losses are represented by "-")                | 1,056,483,364.89  | 987,880,710.45  | 3,885,732,286.65  | 3,422,349,927.03  |
| Less: Income tax  | 219,771,762.08  | 193,592,576.40  | 645,647,061.03  | 628,483,262.13  |
| 4. Net profit (net losses are represented by "-")                     | 836,711,602.81  | 794,288,134.05  | 3,240,085,225.62  | 2,793,866,664.90  |
| 5. Earnings per share:  |   |   |   |   |
| (1) Basic earnings per share  | 0.038   | 0.036   | 0.149   | 0.128   |
| (2) Diluted earnings per share  | 0.038   | 0.036   | 0.149   | 0.128   |
| 6. Other comprehensive income   | 160,494,359.32  | -202,244,469.89   | 135,377,130.99  | -335,256,863.31   |
| 7. Total comprehensive income   | 997,205,962.13  | 592,043,664.16  | 3,375,462,356.61  | 2,458,609,801.59  |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Qiu Shoucai

**Consolidated Cash Flow Statement**

From January to September 2012

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount from the beginning of this year to the end of the reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September) |
|---|--|---|
| <b>1. Cash flow from operating activities:</b>                  |  |   |
| Cash received from sales of goods and rendering of services     | 35,206,055,883.99  | 29,283,168,315.56   |
| Net increase in deposits from clients and placements from peers |  |   |
| Net increase in loans from central bank                         |  |   |
| Net increase in loans from other financial institutes           |  |   |
| Cash received from premiums of original insurance policies      |  |   |
| Net cash received from reinsurance business                     |  |   |
| Net increase in reserve of the insured and investment           |  |   |
| Net increase in disposal of held-for-trading financial assets   |  |   |
| Cash received from interests, fees and commission               |  |   |
| Net increase in borrowed funds                                  |  |   |
| Net increase in fund for repurchase business                    |  |   |
| Refunds of taxes and levies                                     | 25,524,073.97  | 25,241,073.94   |
| Other cash received relating to operating activities            |  |   |
| Sub-total of cash inflows from operating activities             | 35,231,579,957.96  | 29,308,409,389.50   |
| Cash paid for goods purchased and services rendered             | 23,601,176,620.94  | 19,158,056,306.10   |
| Net increase in loans and advances to clients                   |  |   |
| Net increase in deposits to central bank and peers              |  |   |
| Cash payment of claims under original insurance policies        |  |   |
| Cash payment of interests, fees and commission                  |  |   |
| Cash paid for bonus of insurance policies                       |  |   |
| Cash paid to and on behalf of employees                         | 1,080,633,109.21   | 909,141,943.54  |
| Payments for taxes and levies                                   | 3,707,830,357.50   | 2,811,601,633.12  |
| Other cash paid relating to operating activities                | 1,426,267,848.32   | 516,572,733.98  |
| Sub-total of cash outflows used in operating activities         | 29,815,907,935.97  | 23,395,372,616.74   |
| Net cash flows from operating activities                        | 5,415,672,021.99   | 5,913,036,772.76  |
| <b>2. Cash flows from investing activities:</b>                 |  |   |
| Cash received from disposal of investments                      | 68,233,335.00  | 183,830,554.23  |
| Cash received from return on investments                        | 86,347,930.92  | 393,344,786.69  |

| Items   | Amount from the beginning of this year to the end of the reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September) |
|---|--|---|
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | 5,909,361.13   | 9,857,751.73  |
| Net cash received from disposal of subsidiaries and other business units                      | 19,391,278.13  | 9,815,997.48  |
| Cash receipts relating to other investing activities  | 819,054,141.19   | 116,790,170.43  |
| Sub-total of cash inflows from investing activities   | 998,936,046.37   | 713,639,260.56  |
| Cash paid for acquisition of fixed assets, intangible assets and other long-term assets       | 4,423,035,183.04   | 4,046,760,815.38  |
| Cash paid for investments   | 1,532,016,373.03   | 1,298,247,608.19  |
| Net increase in secured loans   |  |   |
| Net cash payments for acquisition of subsidiary and other operating business units            | 1,159,430,471.33   | 725,382,791.78  |
| Cash payments relating to other investing activities  | 1,346,036,257.50   | 402,989,041.06  |
| Sub-total of cash outflows used in investing activities                                       | 8,460,518,284.90   | 6,473,380,256.41  |
| Net cash flows from investing activities  | (7,461,582,238.53)   | (5,759,740,995.85)  |
| <b>3. Cash flows from financing activities:</b>   |  |   |
| Proceeds from shares issued   | 326,007,000.00   | 162,817,500.00  |
| Including: Cash received from investments of non-controlling shareholders in subsidiaries     |  |   |
| Cash received from borrowings   | 11,966,278,896.18  | 5,796,458,262.77  |
| Cash received from bond issued  |  | 3,032,414,297.60  |
| Cash received from other financing activities   |  |   |
| Sub-total of cash inflows from financing activities   | 12,292,285,896.18  | 8,991,690,060.37  |
| Repayments of borrowings  | 5,685,621,983.87   | 3,714,345,790.33  |
| Cash paid for dividends and profits distribution or interests repayment                       | 3,267,480,052.42   | 2,163,649,768.97  |
| Including: Dividends and profits paid to non-controlling shareholders by subsidiaries         |  |   |
| Cash payment relating to other financing activities   | 575,873,663.32   | (16,505,244.51)   |
| Sub-total of cash outflows used in financing activities                                       | 9, 528,975,699.61  | 5,861,490,314.79  |
| Net cash flows from financing activities  | 2, 763,310,196.57  | 3,130,199,745.58  |
| <b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b>                | 26,569,690.60  | (28,011,049.15)   |
| <b>5. Net increase in cash and cash equivalents</b>   | 743,969,670.63   | 3,255,484,473.34  |
| Add: Balance of cash and cash equivalents at the beginning of the year                        | 4,957,356,607.13   | 3,791,471,973.00  |
| <b>6. Balance of cash and cash equivalents at the end of the period</b>                       | 5,701,326,277.76   | 7,046,956,446.34  |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Qiu Shoucai

## Cash Flow Statement of the Parent Company

From January to September 2012

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount from the beginning of this year to the end of the reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September) |
|---|--|---|
| <b>1. Cash flow from operating activities:</b>  |  |   |
| Cash received from sales of goods and rendering of services                                   | 7,158,568,520.00   | 8,247,871,645.81  |
| Refund of taxes and levies  |  |   |
| Other cash received relating to operating activities  |  |   |
| Sub-total of cash inflows from operating activities   | 7,158,568,520.00   | 8,247,871,645.81  |
| Cash paid for goods purchased and services rendered   | 4,101,129,662.75   | 4,122,992,424.79  |
| Cash paid to and on behalf of employees   | 270,645,560.82   | 226,060,534.44  |
| Payments for taxes and levies   | 985,506,264.21   | 885,979,477.17  |
| Other cash paid relating to operating activities  | 749,057,927.06   | 1,421,031,310.49  |
| Sub-total of cash outflows used in operating activities                                       | 6,106,339,414.84   | 6,656,063,746.89  |
| Net cash flows from operating activities  | 1,052,229,105.16   | 1,591,807,898.92  |
| <b>2. Cash flows from investing activities:</b>   |  |   |
| Cash received from disposal of investments  |  |   |
| Cash received from return on investments  | 1,323,798,738.60   | 864,984,889.42  |
| Net cash received from disposal of fixed assets, intangible assets and other long-term assets | (41,200.00)  | 424,707.05  |
| Net cash received from disposal of subsidiaries and other business units                      | 7,912,362.10   | 9,815,997.48  |
| Cash receipts relating to other investing activities  | 1,172,392,001.34   | 146,202,866.87  |
| Sub-total of cash inflows from investing activities   | 2,504,061,902.04   | 1,021,428,460.82  |
| Cash paid for acquisition of fixed assets, intangible assets and other long-term assets       | 667,912,097.92   | 307,789,013.77  |
| Cash paid for investments   | 243,367,491.69   | 609,487,130.32  |
| Net cash payments for acquisition of subsidiary and other operating business units            | 0.00   | 1,413,807,340.81  |
| Cash payments relating to other investing activities  | 1,735,330,844.13   | 247,505,493.02  |
| Sub-total of cash outflows used in investing activities                                       | 2,646,610,433.74   | 2,578,588,977.92  |
| Net cash flows from investing activities  | (142,548,531.70)   | (1,557,160,517.10)  |
| <b>3. Cash flows from financing activities:</b>   |  |   |
| Proceeds from shares issued   | 0.00   |   |
| Cash received from borrowings   | 2,219,598,871.02   | 1,991,775,510.26  |
| Cash received from other financing activities   | 1,220,844,317.98   |   |
| Sub-total of cash inflows from financing activities   | 3,440,443,189.00   | 1,991,775,510.26  |
| Repayments of borrowings  | 2,067,741,292.56   | 648,400,000.00  |

| Items  | Amount from the beginning of this year to the end of the reporting period (January to September) | Amount from the beginning of last year to the end of the reporting period of last year (January to September) |
|--|--|---|
| Cash paid for dividends and profits distribution or interests repayment        | 1,641,611,034.54   | 1,495,271,548.91  |
| Cash payment relating to other financing activities                            | 1,259,916,489.75   | 12,870,357.20   |
| Sub-total of cash outflows used in financing activities                        | 4,969,268,816.85   | 2,156,541,906.11  |
| Net cash flows from financing activities                                       | (1,528,825,627.85)   | (164,766,395.85)  |
| <b>4. Effect of foreign exchange rate changes on cash and cash equivalents</b> |  |   |
| <b>5. Net increase in cash and cash equivalents</b>                            | (619,145,054.39)   | (130,119,014.03)  |
| Add: Balance of cash and cash equivalents at the beginning of the year         | 2,690,890,484.45   | 1,636,013,184.54  |
| <b>6. Balance of cash and cash equivalents at the end of the period</b>        | 2,071,745,430.06   | 1,505,894,170.51  |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Qiu Shoucai