中國大冶有色金屬礦業有限公司
China Daye Non-Ferrous Metals Mining Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 661)

INSIDE INFORMATION – EXPECTED REDUCTION IN NET LOSS

This announcement is made by China Daye Non-Ferrous Metals Mining Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors of the Company (the "**Board**") wishes to inform the shareholders (the "**Shareholders**") and potential investors of the Company that based on a preliminary assessment of the unaudited consolidated management accounts of the Group for the year ended 31 December 2016 and the information currently available to the Board, the Group is expected to incur a net loss which would be significantly lower than the net loss for the same period in 2015.

The Board considers that the anticipated significant decrease in net loss of the Group for year ended 31 December 2016 is mainly attributable to the significant decrease in the recognition of write-down of inventories and impairment of assets for the year ended 31 December 2016. There were a write-down of inventories amounting to approximately RMB612,280,000 and an impairment of assets amounting to approximately RMB567,653,000 due to a significant decline in copper price for the year ended 31 December 2015.

In view of the above, the Board expects that the Group will record a decrease in net loss for the year ended 31 December 2016 of not less than RMB1,000,000,000 (2015: net loss for the year of approximately RMB1,190,225,000).

As at the date of this announcement, the Company is in the course of finalizing the annual results for the year ended 31 December 2016. The information contained in this announcement is only a preliminary assessment made by the Board based on the unaudited consolidated management accounts of the Group, which has not been audited or reviewed by the Company's auditor. Details of the Group's annual results for the year ended 31 December 2016 will be disclosed in the 2016 annual results announcement, which is expected to be published by the end of March 2017.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
China Daye Non-Ferrous Metals Mining Limited
Zhang Lin
Chairman

Hong Kong, 15 March 2017

As at the date of this announcement, the Board comprises four executive directors, namely Mr. Zhang Lin (Chairman of the Board), Mr. Long Zhong Sheng, Mr. Zhai Baojin and Mr. Tan Yaoyu; and three independent non-executive directors, namely Mr. Wang Qihong, Mr. Wang Guoqi and Mr. Liu Jishun.