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Xinjiang Xinxin Mining Industry Co., Ltd.*
新 疆 新 鑫 礦 業 股 份 有 限 公 司
(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 3833)

ANTICIPATION OF SIGNIFICANT DECREASE IN LOSS

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board would like to inform the Shareholders and potential investors that based on the information currently available to the Company and the preliminary review by the Company's management of the unaudited management accounts of the Group for the year ended 31 December 2017, the Group expects that its consolidated net loss for the year ended 31 December 2017 will have a significant decrease as compared with that for the previous year.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

This announcement is made by Xinjiang Xinxin Mining Industry Co., Ltd.* (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("**SFO**").

The board of directors of the Company (the "**Board**") would like to inform the shareholders of the Company (the "**Shareholders**") and potential investors that, based on the information currently available to the Company and the preliminary review by the Company's management of the unaudited management accounts of the Group for the year ended 31 December 2017 (the "**Year**"), the Group expects that its consolidated net loss for the Year will be not more than RMB87 million, representing a significant decrease of approximately 63% as compared with that for the previous year which amounted to RMB236 million.

The Board believes that the significant decrease in consolidated net loss for the Year recorded by the Group as compared with that for the previous year was mainly attributable to the increase in average selling prices of the Company's main products during the Year, namely nickel cathode and copper cathode, by 9.4% and 34.6%, respectively, as compared with the previous year; and the contribution of gross profit from selling inventory of electrolytic cobalt.

The Company is in the process of finalising the results of the Group for the year ended 31 December 2017. The information contained in this announcement is only a preliminary assessment by the Board based on the unaudited consolidated management accounts of the Group and such information has not been audited or reviewed by the Company's auditors. Shareholders and potential investors are advised to refer to the details in the preliminary results announcement of the Company for the year ended 31 December 2017, which is expected to be published in March 2018.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

By order of the Board
Xinjiang Xinxin Mining Industry Co., Ltd.*
Zhang Guohua
Chairman

Xinjiang, the PRC, 25 January 2018

As at the date of this announcement, the executive directors of the Company are Mr. Guo Quan and Mr. Liu Jun; the non-executive directors of the Company are Mr. Zhang Guohua, Mr. Shi Wenfeng, Mr. Zhou Chuanyou and Mr. Hu Chengye; and the independent non-executive directors of the Company are Mr. Hu Benyuan, Mr. Wang Lijin and Mr. Li Wing Sum Steven.

* *For identification purposes only*