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)

ANNOUNCEMENT

UNAUDITED FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2018

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

References are made to the announcements of the Company dated 11 February 2014 and 19 February 2014 and 16 November 2015 in connection with the issue of the First Tranche and the Second Tranche Medium-term Notes by the Company. Pursuant to the applicable laws and regulations in the People's Republic of China (the "PRC"), the unaudited financial information of the Group for the nine months ended 30 September 2018 is required to be published on the websites of Shanghai Clearing House (www.shclearing.com) and China Money (www.chinamoney.com.cn), extract of which is set out in the Appendix herein.

Shareholders and prospective investors are reminded that the unaudited consolidated financial information as published on the relevant websites in the PRC are prepared in accordance with the PRC accounting standards, which may require adjustments during the course of audit.

Shareholders and prospective investors are cautioned not to unduly rely on such information and are reminded to exercise caution when dealing in the Shares.

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

Xinjiang, the PRC, 30 October 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 purpose only*

APPENDIX

UNAUDITED FINANCIAL INFORMATION OF THE GROUP FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2018 (All numbers are in Renminbi yuan)

(1) Consolidated and company balance sheets as at 30 September 2018

Assets	**30 September 2018 Consolidated**	31 December 2017 Consolidated	**30 September 2018 Company**	31 December 2017 Company
Current assets				
Cash at bank and on hand	**416,188,963.22**	416,681,699.08	**358,843,142.70**	314,594,437.82
Accounts and notes receivable	**203,471,646.56**	205,835,929.24	**161,558,839.01**	160,488,528.23
Advances to suppliers	**107,747,096.30**	23,519,896.61	**487,899,502.46**	813,537,077.18
Other receivables	**62,524,013.76**	100,665,053.61	**811,206,771.31**	1,120,719,543.88
Inventories	**1,243,352,507.91**	1,428,790,791.90	**923,399,137.37**	998,578,598.54
Other current assets	**1,053,884,259.94**	143,427,989.51	**1,040,536,358.24**	118,368,828.82
Total current assets	**3,087,168,487.69**	2,318,921,359.95	**3,783,443,751.09**	3,526,287,014.47
Non-current assets				
Long-term receivables	**–**	–	**135,000,000.00**	135,000,000.00
Long-term equity investments	**140,557,622.19**	144,503,820.49	**2,614,473,848.04**	2,499,308,678.80
Fixed assets	**2,734,339,817.14**	2,949,827,613.12	**481,510,037.93**	515,999,232.73
Construction in progress	**1,400,548,326.59**	1,245,440,140.55	**71,595,397.44**	58,101,322.45
Intangible assets	**927,848,443.00**	944,698,745.40	**45,198,043.07**	46,129,732.03
Goodwill	**28,087,550.20**	28,087,550.20	**–**	–
Long-term prepaid expenses	**107,017.51**	8,798.53	**106,334.19**	–
Deferred tax assets	**124,281,836.84**	132,627,628.88	**75,797,754.38**	86,259,691.58
Other non-current assets	**11,855,105.42**	15,800,000.00	**–**	–
Total non-current assets	**5,367,625,718.89**	5,460,994,297.17	**3,423,681,415.05**	3,340,798,657.59
Total Assets	**8,454,794,206.58**	7,779,915,657.12	**7,207,125,166.14**	6,867,085,672.06

Liabilities and owners' equity	**30 September 2018 Consolidated**	31 December 2017 Consolidated	**30 September 2018 Company**	31 December 2017 Company
Current liabilities				
Short-term borrowings	**1,290,000,000.00**	770,000,000.00	**750,000,000.00**	580,000,000.00
Financial liabilities at fair value through profit or loss	**–**	183,555,504.34	**–**	–
Accounts and notes payable	**309,126,505.62**	550,149,952.15	**98,736,434.71**	344,303,125.71
Contract liabilities	**31,611,639.87**	26,494,587.46	**24,694,761.18**	4,042,956.06
Employee benefits payable	**68,694,640.46**	64,444,364.48	**25,901,686.00**	24,674,387.01
Taxes payable	**6,328,986.52**	19,350,063.04	**4,910,503.88**	1,971,553.63
Other payable	**221,805,850.63**	222,472,575.65	**86,377,768.38**	57,389,700.14
Current portion of non-current liabilities	**1,357,709,380.00**	840,000,000.00	**1,050,000,000.00**	800,000,000.00
Total current liabilities	**3,285,277,003.10**	2,676,467,047.12	**2,040,621,154.15**	1,812,381,722.55
Non-current liabilities				
Long-term borrowings	**599,000,000.00**	35,000,000.00	**299,000,000.00**	–
Payables for specific projects	**13,268,941.11**	13,193,941.11	**–**	–
Provisions	**8,862,219.17**	8,652,761.68	**–**	–
Deferred income	**31,720,866.89**	33,078,429.71	**1,618,451.00**	1,664,450.00
Deferred tax liability	**142,783,665.04**	148,295,328.00	**–**	–
Other non-current liabilities	**–**	502,709,380.00	**–**	250,000,000.00
Total non-current liabilities	**795,635,692.21**	740,929,840.50	**300,618,451.00**	251,664,450.00
Total liabilities	**4,080,912,695.31**	3,417,396,887.62	**2,341,239,605.15**	2,064,046,172.55
Owners' equity				
Share capital	**552,500,000.00**	552,500,000.00	**552,500,000.00**	552,500,000.00
Capital surplus	**4,258,569,997.76**	4,258,569,997.76	**4,254,754,857.49**	4,254,754,857.49
Specific reserve	**6,938,878.51**	232,071.41	**3,914,440.60**	–
Surplus reserve	**249,625,789.74**	249,625,789.74	**249,625,789.74**	249,625,789.74
Accumulated losses	**(768,095,104.35)**	(772,972,140.31)	**(194,909,526.84)**	(253,841,147.72)
Total equity attributable to equity holders of the Company	**4,299,539,561.66**	4,287,955,718.60	**4,865,885,560.99**	4,803,039,499.51
Non-controlling interests	**74,341,949.61**	74,563,050.90	**–**	–
Total owners' equity	**4,373,881,511.27**	4,362,518,769.50	**4,865,885,560.99**	4,803,039,499.51
Total liabilities and owners' equity	**8,454,794,206.58**	7,779,915,657.12	**7,207,125,166.14**	6,867,085,672.06

(2) Consolidated and company income statements for the period ended 30 September 2018

	Nine Months ended 30 September 2018 Consolidated	Nine Months ended 30 September 2017 Consolidated	**Nine Months ended 30 September 2018 Company**	Nine Months ended 30 September 2017 Company
Revenue	**1,364,803,928.83**	999,505,319.71	**1,299,295,793.93**	936,101,939.13
Less: Cost of sales	**(1,130,888,554.00)**	(849,982,989.61)	**(1,157,521,424.75)**	(780,372,596.13)
Taxes and surcharges	**(30,509,482.60)**	(23,101,493.49)	**(9,345,350.82)**	(5,915,555.34)
Selling and distribution expenses	**(24,639,432.74)**	(16,545,619.91)	**(7,258,332.60)**	(6,492,446.20)
General and administrative expenses	**(76,772,430.43)**	(74,135,778.91)	**(22,517,337.77)**	(22,943,615.25)
Financial expense-net	**(102,578,363.85)**	(92,112,055.58)	**(42,459,196.04)**	(23,291,635.40)
Assets impairment losses	**(265,291.93)**	(7,062,496.95)	**–**	–
Gains on the change in fair value	**(895,135.66)**	–	**–**	–
Investment income/(losses)	**5,933,773.71**	4,801,830.54	**9,758,254.84**	4,490,608.99
Gains on disposals of assets	**10,000.00**	–	**10,000.00**	–
Other income	**3,876,356.34**	–	**45,999.00**	–
Operating (loss)/profit	**8,075,367.67**	(58,633,284.20)	**70,008,405.79**	101,576,699.80
Add: Non-operating income	**942,629.52**	2,574,978.66	**48,114.24**	75,278.14
Less: Non-operating expenses	**(963,151.57)**	(5,175,026.26)	**(126,325.42)**	(280,000.00)
Total (loss)/profit	**8,054,845.62**	(61,233,331.80)	**69,930,194.61**	101,371,977.94
Less: Income tax expenses	**(3,399,449.76)**	10,753,033.79	**(10,998,573.73)**	(15,613,248.99)

	Nine Months ended 30 September 2018 Consolidated	Nine Months ended 30 September 2017 Consolidated	Nine Months ended 30 September 2018 Company	Nine Months ended 30 September 2017 Company
Net (loss)/profit	**4,655,395.86**	(50,480,298.01)	**58,931,620.88**	85,758,728.95
Classified by continuity of operations				
Net (loss)/profit from continuing operations	**4,655,395.86**	(50,480,298.01)	**58,931,620.88**	85,758,728.95
Net (loss)/profit from discontinued operations	**–**	–	**–**	–
Classified by ownership of the equity				
Attributable to shareholders of the Company	**4,877,035.96**	(49,740,185.29)	**58,931,620.88**	85,758,728.95
Non-controlling interests	**(221,640.10)**	(740,112.72)	**–**	–
Other comprehensive income after tax	**–**	–	**–**	–
Total comprehensive (loss)/income	**4,655,395.86**	(50,480,298.01)	**58,931,620.88**	85,758,728.95
Comprehensive (loss)/income attributable to shareholders of the Company	**4,877,035.96**	(49,740,185.29)	**58,931,620.88**	85,758,728.95
Comprehensive income/(loss) attributable to non-controlling interests	**(221,640.10)**	(740,112.72)	**–**	–

(3) Consolidated and company balance sheets as at 30 September 2018

	Nine Months ended 30 September 2018 Consolidated	Nine Months ended 30 September 2017 Consolidated	**Nine Months ended 30 September 2018 Company**	Nine Months ended 30 September 2017 Company
Cash flows from operating activities				
Cash received from sales of goods	**1,184,386,322.81**	1,091,021,327.93	**933,515,678.82**	988,831,582.12
Refund of taxes and surcharges	**141,030.05**	3,375,055.30	**3,130.55**	3,375,055.30
Cash received relating to other operating activities	**44,801,928.50**	13,471,696.92	**200,731,131.50**	42,037,081.99
Sub-total of cash inflows	**1,229,329,281.36**	1,107,868,080.15	**1,134,249,940.87**	1,034,243,719.41
Cash paid for goods and services	**(722,932,350.17)**	(493,587,562.28)	**(708,730,640.66)**	(862,815,265.66)
Cash paid to and on behalf of employees	**(172,337,866.73)**	(169,976,095.81)	**(76,578,067.67)**	(68,046,032.33)
Payments of taxes and surcharges	**(153,425,461.57)**	(90,692,772.67)	**(42,564,357.55)**	(12,747,674.15)
Cash paid relating to other operating activities	**(39,461,568.50)**	(111,018,562.52)	**(9,602,969.00)**	(278,263,422.97)
Sub-total of cash outflows	**(1,088,157,246.97)**	(865,274,993.28)	**(837,476,034.88)**	(1,221,872,395.11)
Net cash flows generated from/(used in) in operating activities	**141,172,034.39**	242,593,086.87	**296,773,905.99**	(187,628,675.70)
Cash flows from investing activities				
Cash received from disposal of financial assets	**2,532,020,000.00**	3,318,507,000.00	**2,522,620,000.00**	2,293,904,000.00
Cash received from disposal of fixed assets and other long-term assets	**34,771.28**	346,875.40	**34,771.28**	–
Cash received from returns on investments	**7,484,988.79**	9,976,994.97	**6,907,101.85**	7,206,957.65
Cash received relating to other investing activities	**109,302,320.00**	–	**109,302,320.00**	77,049,895.98
Sub-total of cash inflows	**2,648,842,080.07**	3,328,830,870.37	**2,638,864,193.13**	2,378,160,853.63

	Nine Months ended 30 September 2018 Consolidated	Nine Months ended 30 September 2017 Consolidated	Nine Months ended 30 September 2018 Company	Nine Months ended 30 September 2017 Company
Cash paid to acquire financial assets	**(3,261,370,000.00)**	(3,154,930,000.00)	**(3,251,710,000.00)**	(2,039,327,000.00)
Cash paid to acquire fixed assets, intangible assets and other long-term assets	**(43,198,518.17)**	(49,286,893.93)	**(12,716,595.96)**	(26,787,592.24)
Cash paid relating to other investing activities	**(55,000,000.00)**	–	**(55,000,000.00)**	(135,785,400.00)
Sub-total of cash outflows	**(3,359,568,518.17)**	(3,204,216,893.93)	**(3,319,426,595.96)**	(2,201,899,992.24)
Net cash flows (used in)/ generated from investing activities	**(710,726,438.10)**	124,613,976.44	**(680,562,402.83)**	176,260,861.39
Cash flows from financing activities				
Cash received from borrowings	**1,700,000,000.00**	1,062,093,425.11	**1,050,000,000.00**	680,000,000.00
Sub-total of cash inflows	**1,700,000,000.00**	1,062,093,425.11	**1,050,000,000.00**	680,000,000.00
Cash repayment of borrowings	**(1,070,572,578.58)**	(1,283,693,150.55)	**(581,000,000.00)**	(500,000,000.00)
Cash payments for interest expense	**(60,365,753.57)**	(91,755,957.99)	**(40,962,798.28)**	(54,472,538.08)
Sub-total of cash outflows	**(1,130,938,332.15)**	(1,375,449,108.54)	**(621,962,798.28)**	(554,472,538.08)
Net cash flows generated from/ (used in) financing activities	**569,061,667.85**	(313,355,683.43)	**428,037,201.72**	125,527,461.92
Net (decrease)/increase in cash and cash equivalents	**(492,735.86)**	53,851,379.88	**44,248,704.88**	114,159,647.61
Cash and cash equivalents at beginning of year	**416,681,699.08**	100,406,459.07	**314,594,437.82**	18,569,742.78
Cash and cash equivalent at end of year	**416,188,963.22**	154,257,838.95	**358,843,142.70**	132,729,390.39