

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Hengxing Gold Holding Company Limited

恒興黃金控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code : 2303)

Operational Updates of Gold Mountain Mine for the First Quarter of 2019

This is a voluntary announcement made by Hengxing Gold Holding Company Limited (“Hengxing Gold” or the “Company”, including its subsidiaries, the “Group”).

The board (the “Board”) of directors (“Directors”) of the Company announces the operational updates for the first quarter of 2019 of its Gold Mountain Mine (as defined in the prospectus dated 19 May 2014 of the Company). Gold Mountain Mine is a gold mine, wholly owned and operated by Xinjiang Gold Mountain Mining Co., Ltd (新疆金川礦業有限公司) (“Jinchuan Mining”), an indirect wholly-owned subsidiary of the Company established in China.

Based on the unaudited operational data of the Group and information currently available to the Company, Gold Mountain Mine produced 15,529 ounces (equivalent to approximately 483.0 kg) of gold, decreased approximately 26% compared to the first quarter of 2018. The all-in sustaining cost was RMB141/gram (equivalent to US\$647/oz based on the exchange rate of RMB6.7335/USD as at 31 March 2019), 11% lower than RMB158.8/gram from the same period last year.

The production details are illustrated below.

THREE MONTHS ENDED 31 MARCH

	Unit	2019	2018
Ore Mined	Kt	908	1,086
Waste Stripped	Kt	1,854	7,513
Ore Processed	Kt	1,138	1,106

Newly mined ore	Kt	913	1,106
Ore in the existing pad	Kt	225	-
Feed-in Grade		0.58	0.82
Newly mined ore	g/t	0.63	0.82
Ore in the existing pad (note1)	g/t	0.36	-
Gold Produced	ounces	15,529	20,898

The main reasons for the decline in gold production in the first quarter of 2019 were as follows: 1) more ore came from the Jingxi-Balake pit, which has a relatively lower grade and recovery rate; 2) the leaching time increased with the increase of the height of leaching pad; 3) the number of production days was seven days less than the same period last year due to workshop maintenance and heavy snow.

The Company will continue to conduct technical studies in an effort to improve recovery rate, including using bacterial pre-oxidation test.

The Company will update shareholders and potential investors from time to time on the status of production, technical upgrade and exploration progress.

Note1: Use High pressure grind roller to reprocess the ore in the existing leaching pad whose final size larger than 4.5mm.

This announcement is made based on the Board's preliminary review of the unaudited operational data of the Group and the information currently available to the Board, and it is not based on any figures and information which have been audited or reviewed by the Group's auditors. The references to the gold production, gold price or unit operating cash cost do not constitute, represent or indicate the full picture of the Group's total revenue or financial performance and the information contained in this announcement may be subject to change and adjustment.

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

By order of the Board
Hengxing Gold Holding Company Limited
KE Xiping
Chairman

Hongkong, 30 April 2019

As at the date of this announcement, the executive directors of the Company are Mr. KE Xiping, Ms. Yang Yifang (Lydia Yang), Mr. CHEN, David Yu and Mr. KE Jiaqi, the non-executive director of the Company is Mr. Albert Fook Lau HO and the independent non-executive directors of the Company are Ms. WONG, Yan Ki Angel, Dr. Tim SUN and Dr. PAN Guocheng.