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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)

Overseas Regulatory Announcement

This announcement was published on the website of Shanghai Stock Exchange of the People's Republic of China by Zijin Mining Group Co., Ltd.* (the "Company").

The announcement is written in both Chinese and English. In the case of any discrepancies, the Chinese version shall prevail over its English version.

As at the date of this announcement, the Board of Directors of the Company comprises Messrs. Chen Jinghe (Chairman), Lan Fusheng, Zou Laichang, Lin Hongfu, Fang Qixue, and Ms. Lin Hongying as executive directors, Mister. Li Jian as non-executive director, and Messrs. Lu Shihua, Zhu Guang, Sit Hoi Wah, Kenneth, and Cai Meifeng as independent non-executive directors.

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

27 May 2019, Fujian, the PRC

**The Company's English name is for identification purposes only*

Zijin Mining Group Co., Ltd.***Announcement in relation to the Resolutions of the Extraordinary Meeting of the Sixth Term of the Board of Directors**

The Company and the board of directors of the Company hereby warrant that the contents contained herein are true, accurate and complete, and there are no false representations or misleading statements contained in, or material omissions from this announcement, and jointly and severally accept responsibility for the authenticity, accuracy and completeness of the content herein.

The notice for the seventh extraordinary meeting in 2019 of the sixth term of the board of directors of Zijin Mining Group Co., Ltd.* (the “Company”) was issued by the way of internal notice on 10 May 2019. The meeting was convened at the conference room at 21/F., Zijin Headquarters, Shanghang on 24 May 2019. All the 11 directors of the Company who should attend the meeting had attended the meeting. As Mr. Cai Meifeng, an independent director, was unable to attend the meeting in person due to work appointment, he had reviewed the written proposals and appointed Mr. Zhu Guang, an independent director, as his proxy for voting. The Company’s supervisors and senior management sat in on the meeting. The convention and commencement of the meeting followed the relevant regulations of the Company Law of the People’s Republic of China (the “Company Law”) and the articles of association of the Company. The meeting was presided by Mr. Chen Jinghe, the chairman of the board of directors. The proposals considered and passed by poll at the meeting are as follows:

I. The Proposal in relation to Internal Project Establishment for Construction of the Kakula Mining and Processing Facilities of the Kamoa-Kakula Project was considered and approved

In order to convert resources competitiveness of the Kamoa-Kakula copper project in the Democratic Republic of the Congo (the “DR Congo”) to economic benefit, the board of directors has now internally approved the project establishment for the investment required for the construction of the Kakula mining and processing facilities of Kamoa Holding Limited in the DR Congo. The total approved investment amount of the project is USD1.472 billion (approximately equivalent to RMB10.156 billion, based on the middle rate of foreign exchange rate quotation of USD1 to RMB6.8993 of China Foreign Exchange Trade System on 24 May 2019, same hereinafter) for the first 6 million tonnes/annum development phase. The Company will be responsible for financing the project construction at the amount of USD728.64 million based on the 49.5% shareholding proportion in Kamoa Holding Limited (approximately equivalent to RMB5.027 billion). The board meeting requested Kamoa Copper SA to promote the progress of construction and strive to complete the construction and commence production as soon as possible.

Voting results: 11 For, 0 Against, and 0 Abstain.

The Kamoa-Kakula copper project is owned by Kamoa Copper SA, in which, Kamoa Holding Limited and the government of the DR Congo own 80% and 20% of the interest respectively. The Company and Ivanhoe Mines Ltd. of Canada (“Ivanhoe”) each holds 49.5% interest in Kamoa Holding Limited, and Crystal River Global Limited owns the remaining 1% interest. The shareholders of Kamoa Holding Limited are responsible for providing the funding required for the development of the Kamoa-Kakula copper project

based on the proportion of their shareholding interest.

The Company's internal approval is based on "the Feasibility Study Report of Kakula Ore Body Mining and Processing Project of the Kamo a Copper Mine in the Democratic Republic of the Congo" (the "Feasibility Study Report") prepared by China ENFI Engineering Corporation based on Chinese standards. The Feasibility Study Report is distinct from the Canadian feasibility reports which Ivanhoe has prepared and is optimising (the "Ivanhoe Feasibility Reports").

The Feasibility Study Report shows that the designated production capacity of Kakula ore body is 6 million tonnes/annum (the major mining and processing techniques and equipment are able to increase the production capacity to 8 million tonnes/annum). On completion of construction and ramp-up to stable production, the mine can produce 307 thousand tonnes of copper contained in concentrates per annum, with construction period of 3 years (the construction of the underground ramp access of the mine is basically in place) and service period of 20 years. The estimated total investment of the project on the basis is USD1.472 billion, in which the construction investment reaches USD1.339 billion. The unit cash cost is USD1.35/pound copper (in which the site cash cost is USD0.56/pound). Valuation on the basis of the copper price at USD3/pound, the internal rate of return of the project is 43.56% and the payback period is 4.83 years (construction period included), while the net present value of financial investment (i=12%) of the project is USD3.092 billion and each economic indicator of the project is in a good condition.

The sensitivity analysis of the project based on the copper price is as follow:

Copper price	Investment amount of the project		
USD/pound	Internal rate of return	Payback period	Net present value of financial investment (USD'000, i=12%)
2.70	38.23%	5.06 years	2,390,261
2.85	40.96%	4.94 years	2,741,133
3.00	43.56%	4.83 years	3,092,005
3.15	46.04%	4.74 years	3,442,876
3.30	48.40%	4.66 years	3,793,748

The abovementioned construction plan and financial estimation are solely based on the current Feasibility Study Report. An agreed detailed budget, and construction and implementation plan is still to be agreed with Ivanhoe. As such, the project will be further optimised and adjusted in accordance with the development progress of the project and the Ivanhoe Feasibility Reports.

The forward-looking statements including future plan and estimation, etc. in the content of the Feasibility Study Report do not constitute any substantial commitment of the Company to the investors. Investors should be aware of investment risks.

II. The Proposal in relation to External Donation was considered and approved

Voting results: 11 For, 0 Against, and 0 Abstain.

Investors and shareholders are advised by the Board to exercise caution when dealing in the

securities of the Company.

Zijin Mining Group Co., Ltd.*

Board of directors

28 May 2019

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