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**Chifeng Jilong Gold Mining Group Limited**  
**赤峰吉隆黄金矿业集团股份有限公司**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*  
**(H Shares Stock Code: 6693)**

**DISCLOSEABLE TRANSACTION**  
**INDEPENDENT CONTRACTOR MINING AGREEMENT**  
**FOR MINE DEVELOPMENT AND MINING SERVICES**

**ENTERING INTO INDEPENDENT CONTRACTOR MINING**  
**AGREEMENT FOR MINE DEVELOPMENT AND MINING**  
**SERVICES**

On 7 August 2026 (after trading hours of the Stock Exchange), LXML entered into an independent contractor mining agreement for mine development and mining services with China Railway 19th Bureau Group Laos Sole Co., Ltd. (the “**Contractor**”), pursuant to which the Contractor will provide certain open pit mining services, including ore mining and waste removal, and certain other mining services and activities in relation to LXML’s mining operations in Laos (the “**Agreement**”). The provisional total consideration payable under the Agreement is USD220,163,577 (equivalent to approximately RMB1,501,163,333), exclusive of value-added tax, over a six-year period at agreed mining rates.

**LISTING RULES IMPLICATIONS**

As the highest applicable percentage ratio (as defined under the Listing Rules) for the transaction contemplated under the Agreement exceeds 5% but is less than 25%, the transaction contemplated under the Agreement constitutes a discloseable transaction of the Company and is therefore subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

## INTRODUCTION

On 7 August 2026 (after trading hours of the Stock Exchange), LXML entered into an independent contractor mining agreement for mine development and mining services with China Railway 19th Bureau Group Laos Sole Co., Ltd. (the “**Contractor**”), pursuant to which the Contractor will provide certain open pit mining services, including ore mining and waste removal, and certain other mining services and activities in relation to LXML’s mining operations in Laos (the “**Agreement**”). The provisional total consideration payable under the Agreement is USD220,163,577 (equivalent to approximately RMB1,501,163,333), exclusive of value-added tax, over a six-year period at agreed mining rates.

## INDEPENDENT CONTRACTOR MINING AGREEMENT

|                          |                                                                                                                                                                                                                                                                                 |
|--------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Date:</b>             | 7 August 2026                                                                                                                                                                                                                                                                   |
| <b>Parties:</b>          | (i) LXML; and<br><br>(ii) Contractor                                                                                                                                                                                                                                            |
| <b>Project:</b>          | Open pit development and mining services and certain other mining services and activities within the Sepon Gold and Copper Mine concession area                                                                                                                                 |
| <b>Project Location:</b> | Vilabouly District, Savannakhet Province, Laos                                                                                                                                                                                                                                  |
| <b>Scope of Work:</b>    | Open pit pre-stripping, stripping and ore extraction work and certain other mining services and activities, including (but not limited to) mining operations, haul road management, waste dump management, stockpile management, in pit water management, drill and blast, etc. |
| <b>Term:</b>             | From the effective date of the Agreement up to 31 March 2032 (the “ <b>Term</b> ”)                                                                                                                                                                                              |

**Contract Consideration:** The provisional total consideration payable in cash under the Agreement is USD220,163,577 (equivalent to approximately RMB1,501,163,333), exclusive of value-added tax, over the Term of the contract, at agreed mining rates and any compensation amount payable for early termination (if any). The Company reserves the right to adjust the total volume of mining and stripping in a timely manner, based on the fluctuations in metal prices and changes in major cost factors, provided that the final project settlement amount shall be determined on the basis of the actual volume of mining and stripping completed.

**Payment Schedule:** The consideration is payable at the end of the month following the month in which the tax invoice is delivered by the Contractor to LXML:

Fixed amount portion: A sum of USD10,697,464.70 in total (equivalent to approximately RMB72,939,593.31) is payable for certain mobilisation, demobilization and in pit water management costs. Lump sum invoices should be issued upon completion of the respective works.

Notwithstanding any other provisions of the Agreement, the Contractor shall not be entitled to any compensation whatsoever where the term of the Agreement is less than 72 months due to the Contractor's circumstances, default or factors unrelated to LXML or otherwise outside LXML's control.

Progress invoices: Progress invoices should be issued monthly on the 25th day of each month, based on the completed work quantities confirmed by survey and approved by the mining manager of LXML.

In the event the term of the Agreement is less than 72 months solely due to factors on LXML's part, LXML shall compensate the Contractor for their actual mining operation, drilling and blasting and in-pit water management costs on a pro rata basis in accordance with the penalty rate as stipulated in the Agreement.

**Security:** Security in the form of cash deposit or bank guarantee issued by a bank with an S&P credit rating of at least "A" or equivalent, in an amount equal to USD10 million, shall be submitted to LXML within 60 days from the date of the Agreement. LXML will release the cash deposit or the bank guarantee once the Contractor completes all contracted services pursuant to the Agreement.

**Warranty Period:** 12 months from the relevant services being accepted by LXML.

**Conditions Precedent:** The Agreement and the obligations of each party to consummate the transactions that are to be completed pursuant to the Agreement are subject to the fulfillment of each of the following conditions:

- (a) No governmental authority shall have enacted, issued, promulgated, enforced or entered any governmental order that is in effect and has the effect of making the transactions that are to be completed hereby illegal, or otherwise restraining or prohibiting consummation of such transactions or causing any of such transactions to be rescinded following completion thereof.

- (b) LXML has obtained all necessary consents or approvals and other relevant documents from the relevant authorities and/or relevant third parties in accordance with their respective articles of association, internal approval procedures and applicable laws, including (without limitation) the Board of Directors of Chifeng Gold approving the entry into the Agreement by LXML.
- (c) LXML has obtained all necessary approvals and documents in accordance with the Listing Rules.

The foregoing conditions are for the exclusive benefit of LXML, and any such conditions may be waived in whole or in part by LXML at any time by delivering to the Contractor a written waiver to that effect.

## **BASIS FOR DETERMINING THE CONSIDERATION**

The Directors confirm that the Company invited qualified contractors to participate in an open tender for the Agreement. After several rounds of technical and commercial evaluation, the Contractor was selected as the successful bidder based on its comprehensive capabilities and competitive tender submission.

The quotation rates submitted by the Contractor were determined with reference to the project costs and market factors including local material and labour costs, and prevailing market price levels in the industry. Following arm's length negotiations between the contracting parties, having regard to the specific project scope, construction requirements and market conditions, the Contractor's pricing structure has comprehensively taken into account factors such as the scale of the project, quality standards and mining schedule milestones. Based on the above factors, the Directors consider that the pricing rate and mechanism in the Agreement is consistent with normal commercial practice and is fair and reasonable, is in the best interest of the Company and its Shareholders as a whole, and has a sufficient commercial rationale.

## **GENERAL INFORMATION**

### **The Company**

The Company is a joint stock company incorporated under the laws of the PRC with limited liability, principally engaged in gold mining, processing and sales. The Shares of the Company are dual listed, where the A Shares of the Company are listed on the Shanghai Stock Exchange (stock code: 600988) and the H Shares of the Company are listed on the Hong Kong Stock Exchange (stock code: 6693).

### **LXML**

LXML is a company registered in Laos with limited liability, an indirect non-wholly owned subsidiary of the Company and is the operator of the Sepon Gold and Copper Mine.

### **The Contractor**

The Contractor is a company registered in Laos and is principally engaged in the provision of mining services business in Laos. Its ultimate beneficial owner is the State-owned Assets Supervision and Administration Commission of the State Council.

To the best of the knowledge, information and belief of the Directors, having made all reasonable enquiries, the Contractor and its ultimate beneficial owner are Independent Third Parties of the Company and its connected persons.

## **REASONS FOR AND BENEFITS OF ENTERING INTO THE AGREEMENT**

The Contractor's parent is an experienced international mining service company and specialized in open pit mining operations. With its experience and advanced knowledge in open pit mining operations, the outsourcing of part of our open pit mining operations to the Contractor can provide the Group with a more cost-efficient alternative to develop LXML's Sepon Gold and Copper Mine in the long term.

In light of the reasons and background set out above, the execution of the Agreement allows for the smooth development of Sepon Gold and Copper Mine.

To ensure production continuity and capacity utilisation, with oxide ore mining already underway and move primary ore mining scheduled to commence in the second quarter of 2027, the execution of the Agreement secures a reliable and professional contractor, i.e. the Contractor, to undertake the core mining activities and mitigate risks associated with the mine development and ore extraction at the Sepon Gold and Copper Mine concession area. This allows for optimal utilisation of LXML's processing facilities, operational synergies and, where relevant, seamless transition from ore stripping to stripping and ore extraction. By entering into the Agreement, the Company can fully integrate the contracted mining operations with its existing infrastructure, including the optimised high-pressure oxidation autoclave and masking-agent applications that have improved primary ore recovery, as well as the upgraded backfill system. This integration allows for maximisation of resource utilisation efficiency and reduction of marginal operating costs. Under the Company's asset-light strategy, the Agreement locks in unit mining costs over the contract periods, transferring certain risks associated with the mine development and ore extraction at the Sepon Gold and Copper Mine concession area, including, for example, costs of fuel, labour and consumables, to the Contractor, allowing the Company to focus on ore processing and recovery optimisation.

Based on the reasons set out above, the Directors of the Company (including all the independent non-executive Directors) are of the view that the Agreement has been entered into on normal commercial terms, that the terms are fair and reasonable, and that the Agreement is in the best interests of the Company and its Shareholders as a whole.

## **LISTING RULES IMPLICATIONS**

As the highest applicable percentage ratio (as defined under the Listing Rules) for the transaction contemplated under the Agreement exceeds 5% but is less than 25%, the transaction contemplated under the Agreement constitutes a discloseable transaction of the Company and is therefore subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

*For illustration purposes only, the USD-to-RMB exchange rate used in this announcement is calculated at USD1.00 = RMB6.8184.*

## DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the meanings set out below.

|                                 |                                                                                                                                                                                                                                                                                                                                                         |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| “A Share(s)”                    | domestic ordinary share(s) in the share capital of the Company with nominal value of RMB1.00 each, which are traded in Renminbi and listed on the Shanghai Stock Exchange                                                                                                                                                                               |
| “Board” or “Board of Directors” | the board of Directors                                                                                                                                                                                                                                                                                                                                  |
| “Chifeng Gold” or the “Company” | Chifeng Jilong Gold Mining Group Limited (赤峰吉隆黃金礦業集團股份有限公司), a joint stock company incorporated under the laws of the PRC with limited liability on 22 June 1998, the A Shares and H Shares of which are listed on the Shanghai Stock Exchange (stock code: 600988) and the Main Board of the Hong Kong Stock Exchange (stock code: 6693), respectively |
| “Director(s)”                   | the directors of the Company                                                                                                                                                                                                                                                                                                                            |
| “Hong Kong Stock Exchange”      | The Stock Exchange of Hong Kong Limited                                                                                                                                                                                                                                                                                                                 |
| “Listing Rules”                 | the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange                                                                                                                                                                                                                                                                           |

|                                |                                                                                                                                                                                      |
|--------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| “H Share(s)”                   | overseas listed foreign ordinary shares in the share capital of the Company with nominal value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange                     |
| “Independent Third Party(ies)” | third party(ies) independent of and not connected with the Company and its connected persons (as defined in the Listing Rules)                                                       |
| “Laos”                         | the Lao People’s Democratic Republic                                                                                                                                                 |
| “LXML”                         | Lane Xang Minerals Limited Company, a company registered in Laos, an indirect non-wholly owned subsidiary of the Company and which is the operator of the Sepon Gold and Copper Mine |
| “PRC”                          | the People’s Republic of China                                                                                                                                                       |
| “RMB”                          | Renminbi, the lawful currency of the PRC                                                                                                                                             |
| “Sepon Gold and Copper Mine”   | a gold and copper mine in Laos operated and managed by LXML, a subsidiary of our Company, which has rare earth mineral potential                                                     |
| “Share(s)”                     | ordinary share(s) in the share capital of the Company, with a nominal value of RMB1.00 each, comprising our A Shares and our H Shares                                                |
| “Shareholder(s)”               | holder(s) of the Share(s)                                                                                                                                                            |
| “USD”                          | United States dollars, the lawful currency of the United States of America                                                                                                           |
| “%”                            | percent                                                                                                                                                                              |

**This announcement is written in both Chinese and English. In the case of any discrepancies, the Chinese version shall prevail.**

By order of the Board  
**Chifeng Jilong Gold Mining Group Limited**  
**Wang Jianhua**  
*Chairman and Executive Director*

Beijing, the PRC, 7 August 2026

*As of the date of this announcement, the executive Directors are Mr. Wang Jianhua, Mr. Gao Bo, Ms. Yang Yi-fang, Mr. Lyu Xiaozhao and Mr. Zhao Qiang, the non-executive Director is Mr. Zhang Xudong, and the independent non-executive Directors are Dr. Wong Yet Ping Ambrose, Prof. Hu Nailian, Dr. Li Houmin and Dr. Jiang Qi.*