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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)**

## **FIRST QUARTERLY REPORT 2011**

The board of directors (the "Board") of Zijin Mining Group Co., Ltd.\* (the "Company") announces the unaudited results (the "First Quarterly Report") of the Company and its subsidiaries (the "Group") for the three months ended 31 March 2011, which have been prepared in accordance with the People's Republic of China (the "PRC") Accounting Rules and Standards.

This announcement is made in accordance with Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

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

In this report, unless otherwise stated, monetary units are denominated in Renminbi.

As at the date of this announcement, the Board of Directors of the Company comprises Messrs. Chen Jinghe (Chairman), Luo Yingnan, Liu Xiaochu, Lan Fusheng, Huang Xiaodong, and Zou Laichang as executive directors, Mister. Peng Jiaqing as non-executive director, and Messrs. Su Congfu, Chen Yuchuan, Lin Yongjing, and Wang Xiaojun as independent non-executive directors.

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

27 April 2011 Fujian, China.

*\* The Company's English name is for identification purpose only*

# **Zijin Mining Group Co., Ltd.\***

## **First Quarterly Report 2011**

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## 1 Important Notice

1.1 The board of directors, the supervisory committee, the directors, supervisors and senior management of the Company confirm that there are no false representations or misleading statements contained in or material omissions from this report, and collectively and individually accept responsibility for the truthfulness, accuracy and completeness of the contents contained herein.

1.2 List of directors of the Company who could not attend the board of directors meeting.

| Name of director | Directorship         | Reason of Absence | Name of assignee |
|------------------|----------------------|-------------------|------------------|
| Mr. Liu Xiaochu  | Director             | Sickness          | Mr. Luo Yingnan  |
| Mr. Zou Laichang | Director             | Job engagement    | Mr. Lan Fusheng  |
| Mr. Chen Yuchuan | Independent director | Business trip     | Mr. Su Congfu    |

1.3 The first quarterly financial report of the Company was unaudited.

1.4

|   |                  |
|---|------------------|
| Person-in-charge of the Company                                     | Mr. Chen Jinghe  |
| Person-in-charge of accounting affairs of the Company               | Ms. Lin Hongying |
| Head of the accounting department (Accounting Chief of the Company) | Mr. Chen Hong    |

Mr. Chen Jinghe, person-in-charge of the Company, Ms. Lin Hongying, the person-in-charge of accounting affairs of the Company, and Mr. Chen Hong, the head of the accounting department (Accounting Chief of the Company), hereby warrant that the financial statements contained in this quarterly report are true and complete.

## 2 Company's General Information

### 2.1 Major accounting data and financial indicators

Currency: RMB

|   | As at the end of the reporting period                             | As at the end of last year                                    | Changes as at the end of the reporting period as compared with the end of last year (%) |
|---|---|---|---|
| Total assets (RMB)  | 40,184,479,678.37   | 38,401,232,806.00   | 4.64  |
| Equity holders' interests (or shareholders' interests)(RMB)                   | 23,182,914,606.90   | 21,831,570,548.00   | 6.19  |
| Net assets per share attributable to the shareholders of listed company (RMB) | 1.594   | 1.501   | 6.20  |
|   | From the beginning of the year to the end of the reporting period |   | Changes as compared with the same period last year (%)                                  |
| Net cash flow generated from operating activities (RMB)                       | 2,280,881,452.18  |   | 146.98  |
| Net cash flow per share generated from operating activities (RMB)             | 0.157   |   | 145.31  |
|   | Reporting period  | From the beginning of the year to the end of reporting period | Changes for the reporting period as compared with the same period last year (%)         |

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|   |                  |                  | Before restated                 | After restatement (note)        |
|---|------------------|------------------|---------------------------------|---------------------------------|
| Net profit attributable to the shareholders of the listed company (RMB)                 | 1,394,433,845.14 | 1,394,433,845.14 | 9.15                            | 17.27                           |
| Basic earnings per share (RMB)  | 0.096            | 0.096            | 9.09                            | 17.07                           |
| Basic earnings per share after deduction of extraordinary profit and loss (RMB)         | 0.096            | 0.096            | 7.87                            | 15.66                           |
| Diluted earnings per share (RMB)  | 0.096            | 0.096            | 9.09                            | 17.07                           |
| Fully diluted return on net assets (%)  | 6.20             | 6.20             | Decreased 0.60 percentage point | Decreased 0.14 percentage point |
| Fully diluted return on net assets after deduction of extraordinary profit and loss (%) | 6.18             | 6.18             | Decreased 0.72 percentage point | Decreased 0.25 percentage point |

Note: Details of the reason of restatement of the figures are set out in appendix 4.4.

**Deducting the gain or loss arising from extraordinary items:**

Currency: RMB

| Extraordinary items   | Amount (RMB)   |
|---|----------------|
| Profit/(loss) from the disposal of non-current assets   | -4,708,131.80  |
| Government grant recognised in the period, excluding grant that were recognised according to the regulations of the national policies, and closely related to the ordinary business of the Company, either under the government's unified standard of grant or continuous regular grant programme under the government's policy | 17,743,009.28  |
| Except for the hedging business that related to the ordinary business of the Company, the fair value gains or losses on held-for-trading financial assets and liabilities and investment income from disposing held-for-trading financial assets and liabilities and available-for-sales financial assets                       | 8,261,578.87   |
| Donations   | -25,176,591.71 |
| Net income/(loss) from disposal of equity investments   | 16,658,216.59  |
| Other non-operating income and expense other than abovementioned items  | -4,634,566.57  |
| Income tax effect of extraordinary items  | -206,469.02    |
| Minority interest effect of extraordinary items (after tax)   | -3,700,607.72  |
| Total   | 4,236,437.92   |

## 2.2 Total number of shareholders and top ten holders of shares not subject to trading moratorium at the end of the reporting period

Unit: share

| Total number of shareholders at the end of the reporting period<br>(No. of shareholders)   |  | 932,981                           |
|--|--|-----------------------------------|
| Shareholdings of top ten holders of shares not subject to trading moratorium   |  |                                   |
| Name of shareholders<br>(Full name)  | Number of tradable shares not subject to trading moratorium held as at the end of the reporting period | Class of shares                   |
| HKSCC Nominees Limited   | 3,984,718,406  | Shares listed overseas (H Shares) |
| Xinhuada Industrial Group Co., Ltd. (新華都實業集團股份有限公司)  | 1,634,576,071  | RMB ordinary shares (A Shares)    |
| Xiamen Hengxing Group Co., Ltd. (廈門恒興集團有限公司)   | 297,450,000  | RMB ordinary shares (A Shares)    |
| Shanghang County Jinshan Trading Co., Ltd. (上杭縣金山貿易有限公司)   | 170,830,000  | RMB ordinary shares (A Shares)    |
| Chen Jinghe  | 88,000,000   | RMB ordinary shares (A Shares)    |
| Industrial and Commercial Bank of China - Shangzheng 50 Exchange-traded Funds (中國工商銀行－上証 50 交易型開放式指數證券投資基金)                                  | 46,153,022   | RMB ordinary shares (A Shares)    |
| National Social Security Fund 108 Group (全國社保基金一零八組合)  | 34,899,915   | RMB ordinary shares (A Shares)    |
| Bank of China - Harvest Hushen 300 Index Securities Investment Fund (中國銀行－嘉實滬深 300 指數證券投資基金)   | 28,421,478   | RMB ordinary shares (A Shares)    |
| China Life Insurance Company Limited - traditional - ordinary insurance products - 005L - FH002 Shanghai (中國人壽保險股份有限公司－分紅－個人分紅－005L－FH002 滬) | 22,249,942   | RMB ordinary shares (A Shares)    |
| Guotai Jun'an-China Construction Bank-The Hongkong and Shanghai Banking Corporation Limited (國泰君安－建行－香港上海滙豐銀行有限公司)                           | 20,452,680   | RMB ordinary shares (A Shares)    |

### 3 Significant Events

#### 3.1 Analysis of operating results

In the reporting period, the Group recorded sales income of RMB7.463 billion, representing an increase of RMB1.151 billion or 18.24% over the same period last year (same period last year: RMB6.312 billion).

The following table shows the breakdown of sales income by products for the periods of January to March 2010 and January to March 2011:

| Item                            | 2011 (January – March)          |    |        |    |                           | 2010 (January – March)          |    |        |    |                           |
|---------------------------------|---------------------------------|----|--------|----|---------------------------|---------------------------------|----|--------|----|---------------------------|
|                                 | Unit price<br>(Excluded<br>tax) |    | Volume |    | Amount<br><i>RMB0'000</i> | Unit price<br>(Excluded<br>tax) |    | Volume |    | Amount<br><i>RMB0'000</i> |
| Mine-produced gold bullion      | 298.23                          | /g | 4,961  | kg | 147,943                   | 245.62                          | /g | 4,965  | kg | 121,950                   |
| Mine-produced gold concentrates | 274.90                          | /g | 1,632  | kg | 44,864                    | 225.52                          | /g | 1,654  | kg | 37,295                    |
| Processed gold                  | 296.31                          | /g | 9,928  | kg | 294,177                   | 243.06                          | /g | 11,016 | kg | 267,752                   |
| Copper concentrates             | 53,555                          | /t | 18,591 | t  | 99,566                    | 43,551                          | /t | 18,631 | t  | 81,139                    |
| Mine-produced copper cathodes   | 60,577                          | /t | 380    | t  | 2,301                     | 48,745                          | /t | 3,783  | t  | 18,440                    |
| Zinc bullion                    | 15,838                          | /t | 45,942 | t  | 72,762                    | 15,827                          | /t | 32,434 | t  | 51,331                    |
| Zinc concentrates               | 9,833                           | /t | 7,124  | t  | 7,005                     | 8,404                           | /t | 9,197  | t  | 7,729                     |
| Iron concentrates               | 748                             | /t | 11,290 | t  | 845                       | -                               | /t | -      | t  | -                         |
| Others                          |                                 |    |        |    | 107,510                   |                                 |    |        |    | 67,021                    |
| Internal sales elimination      |                                 |    |        |    | -30,658                   |                                 |    |        |    | -21,466                   |
| Total                           |                                 |    |        |    | 746,315                   |                                 |    |        |    | 631,191                   |

Note:

- (1) Other sales include: RMB215,270,000 income from copper pipes, RMB176,290,000 income from copper belts, RMB160,650,000 income from tungsten products, and RMB121,600,000 income from silver products.
- (2) Elimination of the internal sales was not taken into consideration for all products in this table.

The Group's sales income increased RMB1.151 billion or 18.24% over the same period last year which was mainly attributable to a significant increase in major products' price over the same period last year. Under the impacts of the changes of unit prices, the sales income increased RMB1.237 billion, in which, the unit selling price of gold increased 21.74% over the same period last year which led to an increase of RMB0.87 billion sales income (processed gold: RMB0.53 billion, mine-produced gold: RMB0.34 billion), and the unit selling price of mine-produced copper increased 20.86% over the same period last year which led to an increase of RMB0.19 billion sales income.

#### 3.2 Cost of sales and gross profit margin analysis

The Group is mainly engaged in mine development. The Group's cost of sales mainly includes mining, processing, and refining costs, ore transportation cost, raw materials consumption, salaries and depreciation of fixed assets

employed for production. The table below sets out details of the production volume, unit cost of sales and gross profit margin for the periods of January to March 2010 and January to March 2011.

| Product                              | Production volume           |                             |      | Unit cost of sales (RMB)    |                             |      |               | Gross profit margin (%)     |                             |         |
|--------------------------------------|-----------------------------|-----------------------------|------|-----------------------------|-----------------------------|------|---------------|-----------------------------|-----------------------------|---------|
|                                      | 2011<br>(January-<br>March) | 2010<br>(January-<br>March) | Unit | 2011<br>(January-<br>March) | 2010<br>(January-<br>March) | Unit | Variance<br>% | 2011<br>(January-<br>March) | 2010<br>(January-<br>March) | +/- (%) |
| Mine-produced gold bullion           | 4,413                       | 4,673                       | kg   | 74.48                       | 56.42                       | /g   | 32.00         | 75.03                       | 77.03                       | -2.00   |
| Mine-produced gold concentrates      | 1,688                       | 1,783                       | kg   | 102.28                      | 92.47                       | /g   | 10.61         | 62.79                       | 59.00                       | 3.79    |
| Processed gold                       | 9,923                       | 11,169                      | kg   | 295.57                      | 242.30                      | /g   | 21.99         | 0.25                        | 0.31                        | -0.06   |
| Copper concentrates                  | 19,562                      | 18,904                      | t    | 12,184                      | 10,431                      | /t   | 16.81         | 77.25                       | 76.05                       | 1.20    |
| Copper cathodes                      | 290                         | 2,168                       | t    | 53,732                      | 16,465                      | /t   | 226.34        | 11.30                       | 66.22                       | -54.92  |
| Zinc bullion                         | 56,045                      | 40,377                      | t    | 14,794                      | 13,109                      | /t   | 12.85         | 6.59                        | 17.17                       | -10.58  |
| Zinc concentrates                    | 6,925                       | 10,211                      | t    | 3,670                       | 2,813                       | /t   | 30.47         | 62.68                       | 66.53                       | -3.85   |
| Iron concentrates                    | 189,206                     | 69,156                      | t    | 177                         | -                           | /t   | -             | 76.32                       | -                           | -       |
| Overall                              |                             |                             |      |                             |                             |      |               | 34.55                       | 33.74                       | 0.81    |
| Overall (refinery entities excluded) |                             |                             |      |                             |                             |      |               | 73.33                       | 72.31                       | 1.02    |

*Note:*

Elimination of the internal sales was not taken into consideration for all products in this table.

The Group's overall gross profit margin was 34.55% in the first quarter 2011, representing an increase of 0.81% over last year (first quarter 2010: 33.74%). The overall gross profit margin (excluding processed and refined products) was 73.33%, representing an increase of 1.02% over the same period last year. The increase in product price was the main reason for the increase in the gross profit margin.

During the reporting period, due to the impacts of the inflation, the increase in cost was mainly attributable to the increase in costs of major raw materials, increase in staff costs, increase in input for environmental protection and safety, production suspension for examination and repair in certain entities, and decrease of processing volume. Under the integrated impacts, the unit selling costs of mine-produced gold, copper concentrates, and mine-produced zinc increased by 24.35%, 16.81%, and 30.47% respectively compared to same period last year.

The increase in unit selling costs of the processed and refined products resulted in the increase in costs of raw materials.

### 3.3 Administrative expenses analysis

During the reporting period, the administrative expenses was RMB333,846,869 (same period in 2010: RMB243,633,982), representing an increase of 37.03%, it was mainly attributable to: 1. the Group has increased the sales income which caused the substantial increase in resources compensation fees and other levies; 2. relatively substantial increase in labour costs; 3. relatively substantial increase in price of general commodities, office expenses, business entertainment fees, utilities, vehicles expenses, and labour insurance.



**3.4 Notes and reasons for the significant changes in financial statements and financial indicators**

Applicable                       Not applicable

**3.4.1 Note for significant changes in balance sheet items**

| Item                                   | As at the end of the reporting period (RMB) | As at the beginning of the year (RMB) | Changes as at the end of the reporting period as compared with the beginning of the year (RMB) | Changes as at the end of the reporting period as compared with the beginning of the year (%) |
|--|---|---------------------------------------|--|--|
| Construction materials                 | 148,258,788                                 | 113,160,383                           | 35,098,405   | 31.02  |
| Advance from clients                   | 853,542,751                                 | 430,106,172                           | 423,436,579  | 98.45  |
| Financial liabilities held-for-trading | 6,046,708                                   | 2,321,910                             | 3,724,798  | 160.42   |

**Reasons for the significant changes in the balance sheet items:**

## 1. Construction materials

An increase of 31.02% over the beginning of the year was mainly attributable to an increase of purchase of facilities and construction materials for the projects conducted by the Group.

## 2. Advance from clients

An increase of 98.45% over the beginning of the year was mainly attributable to an increase in advance sales of property by the Group.

## 3. Financial liabilities held-for-trading

An increase of 160.42% over the beginning of the year was mainly attributable to a decrease in fair value of financial assets held-for-trading.

**3.4.2 Note for the significant changes in major items of the income statement**

| Item                                     | 2011 (January-March) (RMB) | 2010 (January-March) (RMB) | Changes as at the end of the reporting period as compared with the same period last year (RMB) | Changes as at the end of the reporting period as compared with the same period last year (%) |
|--|----------------------------|----------------------------|--|--|
| Administrative expenses                  | 333,846,869                | 243,633,982                | 90,212,887   | 37.03  |
| Finance costs                            | 69,035,535                 | 28,448,084                 | 40,587,451   | 142.67   |
| Gains from changes in fair value         | 9,142,199                  | 14,971,519                 | -5,829,320   | -38.94   |
| Investment income                        | 98,673,145                 | 22,542,455                 | 76,130,690   | 337.72   |
| Non-operating income                     | 19,248,353                 | 6,035,001                  | 13,213,353   | 218.95   |
| Loss from disposal of non-current assets | 5,521,640                  | 1,309,355                  | 4,212,285  | 321.71   |
| Income tax                               | 517,170,690                | 375,385,280                | 141,785,411  | 37.77  |
| Other comprehensive income               | -40,788,277                | 666,437                    | -41,454,714  | -6,220   |

**Reasons for the significant changes in income statement items:**

## 1. Administrative expense

The administrative expense increased 37.03% over the same period last year, please refer to the analysis in 3.3 administrative expenses under part 3. Significant events in this report for detailed explanation.

## 2. Finance costs

An increase of 142.67% over the same period last year was mainly attributable to an increase in the Group's loans and rise of interest rates leading to an increase in interest expense.

## 3. Gains from changes in fair value

A decrease of 38.94% over the same period last year was mainly attributable to a decrease in the fair value of the Group's held-for-trading financial assets.

## 4. Investment income

The increase of 337.72% over the same period last year was mainly attributable to the profit growth from the associates and jointly-controlled entities and increase of gains from the settlement of forward contracts and stock trading.

## 5. Non-operating income

An increase of 218.95% over the same period last year was mainly attributable to an increase in government subsidies when compared with the same period last year.

## 6. Loss from disposal of non-current assets

An increase of 321.71% over the same period last year was mainly attributable to an increase in write off of property, plant and equipment when compared with the same period last year.

## 7. Income tax

An increase of 37.77% over the same period last year was mainly attributable to an increase in the total profit when compared with the same period last year and the ending of 15% preferential corporate income tax at the end of 2010 and resuming of 25% corporate income tax rate in 2011 for some subsidiaries.

## 8. Other comprehensive income

A decrease of 6,220% over the same period last year was mainly attributable to a decrease of fair value of the financial assets held-for-trading during the reporting period.

**3.4.3 Note for the significant changes in major items of the cash flow statement**

| Item  | 2011<br>(January-<br>March)<br>(RMB) | 2010<br>(January-<br>March)<br>(RMB) | Changes as at the end<br>of the reporting period<br>as compared with the<br>same period last year<br>(RMB) | Changes as at the<br>end of the reporting<br>period as compared<br>with the same<br>period last year<br>(%) |
|---|--------------------------------------|--------------------------------------|--|---|
| Net cash flows from<br>operating activities | 2,280,881,452                        | 923,521,344                          | 1,357,360,108  | 146.98  |
| Net cash flows from<br>financing activities | -61,248,638                          | 335,412,706                          | -396,661,344   | -118.26   |

**Reasons for the significant changes in cash flow statement items:**

## 1. Net cash flows from operating activities

The Group's sale income increased 146.98% over the same period last year which was mainly attributable to the continuous increase in the metal prices in the reporting period.

## 2. Net cash flow from financing activities

The net cash flow from financing activities decreased 118.26% over the same period last year. It was mainly attributable to a decrease in cash flow from loan borrowings over the same period last year.

**3.5 Analysis and explanation on the progress of significant events and their impact and resolutions**

Applicable  Not applicable

**3.6 Performance of undertakings given by the Company, shareholders and the effective controlling person**

Applicable  Not applicable

1. The controlling shareholder Minxi Xinghang State-owned Assets Investment Co., Ltd. has undertaken that within a period of 36 months from the date of listing (i.e. 25 April 2008) of the A Shares of the Company, it will not transfer or nominate any other persons to manage or deal with its A Shares and will not proceed with any re-purchase of such A Shares by the Company.
2. The controlling shareholder Minxi Xinghang State-owned Assets Investment Co., Ltd. (“Minxi Xinghang”) has undertaken that during the period of being the controlling shareholder of the Company, Minxi Xinghang and its wholly-owned or controlling enterprise will not engage in those business that is competitive or constitute a competitive threat to the Company’s main business or main products within or outside the PRC, including invest, purchase, merge locally or globally or entrust to operate a company, business or other economy association which main business or product is the same or similar to the Company. The Company will have priority in developing new business segment while Minxi Xinghang and other wholly-owned or controlling enterprise will not develop the same business segment.

The above undertakings were being fulfilled, no commitment has been breached.

**3.7 Warning in respect of forecast of possible net loss from the beginning of the year to the end of the next reporting period or warning in respect of any significant changes in net profit as compared with that of the corresponding period of previous year and the reasons herefore.**

Applicable  Not applicable

**3.8 Implementation of the cash dividend policy during the reporting period**

During the reporting period, the Company paid no cash dividend.

Zijin Mining Group Co., Ltd.\*  
Legal Representative: Chen Jinghe  
28 April 2011

**4 Appendix**

## 4.1

**Consolidated Statement of Financial Position**

31 March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items                                    | Period end balance | Year beginning balance |
|--|--------------------|------------------------|
| <b>Current assets:</b>                   |                    |                        |
| Cash and cash equivalents                | 5,570,832,767.12   | 4,651,209,600.00       |
| Settlement reserve                       |                    |                        |
| Loans to others                          |                    |                        |
| Held-for-trading financial assets        | 451,959,500.11     | 388,384,383.00         |
| Bills receivables                        | 334,589,692.72     | 326,625,938.00         |
| Trade receivables                        | 480,678,587.39     | 669,093,678.00         |
| Advance to suppliers                     | 694,931,114.05     | 631,892,986.00         |
| Premiums receivables                     |                    |                        |
| Reinsurance receivables                  |                    |                        |
| Reinsurance policy reserve receivables   |                    |                        |
| Interest receivables                     |                    |                        |
| Dividends receivables                    |                    |                        |
| Other receivables                        | 762,537,785.10     | 792,011,714.00         |
| Buying back the sale of financial assets |                    |                        |
| Inventories                              | 3,858,171,512.76   | 3,482,682,131.00       |
| Non-current assets due within one year   |                    |                        |
| Other current assets                     | 130,185,395.13     | 118,665,426.00         |
| Total current assets                     | 12,283,886,354.38  | 11,060,565,856.00      |
| <b>Non-current assets:</b>               |                    |                        |
| Loans and advances                       |                    |                        |
| Available-for-sale financial assets      | 1,969,210,325.82   | 2,058,973,823.00       |
| Held-to-maturity investments             |                    |                        |
| Long-term receivables                    |                    |                        |
| Long-term equity investments             | 2,796,018,351.53   | 2,673,804,272.00       |
| Investment properties                    | 52,589,362.46      | 53,100,358.00          |
| Property, plant and equipment            | 8,624,860,959.67   | 8,444,568,258.00       |
| Construction in progress                 | 4,418,173,341.72   | 3,999,386,221.00       |
| Construction materials                   | 148,258,788.35     | 113,160,383.00         |
| Fixed assets to be disposed of           |                    |                        |
| Productive biological assets             |                    |                        |
| Oil and gas assets                       |                    |                        |
| Intangible assets                        | 5,271,640,946.36   | 5,292,918,677.00       |
| Development cost                         |                    |                        |
| Goodwill                                 | 383,299,380.95     | 383,299,356.00         |
| Long-term deferred expenses              | 700,403,846.44     | 752,546,244.00         |

| Items  | Period end balance | Year beginning balance |
|--|--------------------|------------------------|
| Deferred income tax assets                             | 173,452,200.54     | 193,970,966.00         |
| Other non-current assets                               | 3,362,685,820.15   | 3,374,938,392.00       |
| Total non-current assets                               | 27,900,593,323.99  | 27,340,666,950.00      |
| Total assets   | 40,184,479,678.37  | 38,401,232,806.00      |
| <b>Current liabilities:</b>                            |                    |                        |
| Short-term loans                                       | 4,084,983,162.54   | 4,496,151,701.00       |
| Loans from central bank                                |                    |                        |
| Deposits taking and deposits in peers                  |                    |                        |
| Borrowed funds   |                    |                        |
| Financial liabilities held for trading                 | 6,046,708.28       | 2,321,910.00           |
| Bills payables   |                    |                        |
| Trade payables   | 979,966,026.18     | 1,024,790,051.00       |
| Advance from clients                                   | 853,542,751.03     | 430,106,172.00         |
| Funds from disposal of repurchased financial assets    |                    |                        |
| Handling fee and commission payables                   |                    |                        |
| Accrued payroll and welfare                            | 201,996,268.86     | 237,155,968.00         |
| Tax and levies payables                                | 879,732,878.81     | 1,030,360,245.00       |
| Interest payables                                      |                    |                        |
| Dividends payables                                     | 23,288,545.00      | 29,070,369.00          |
| Other payables   | 2,065,960,777.92   | 1,734,015,864.00       |
| Reinsurance payables                                   |                    |                        |
| Reserve for insurance policies                         |                    |                        |
| Agent brokage fee                                      |                    |                        |
| Agent underwriting fee                                 |                    |                        |
| Long-term liabilities due within one year              | 503,966,063.00     | 652,448,993.00         |
| Other current liabilities                              |                    |                        |
| Total current liabilities                              | 9,599,483,181.62   | 9,636,421,273.00       |
| <b>Non-current liabilities:</b>                        |                    |                        |
| Long-term loans  | 2,627,858,487.54   | 2,303,074,858.00       |
| Bond payables  |                    |                        |
| Long-term payables                                     | 140,358,134.55     | 157,147,490.00         |
| Specific accounts payables                             | 67,943,796.98      | 56,492,153.00          |
| Provisions   |                    |                        |
| Deferred income tax liabilities                        | 186,786,451.68     | 219,426,202.00         |
| Other non-current liabilities                          |                    |                        |
| Total non-current liabilities                          | 3,022,946,870.75   | 2,736,140,703.00       |
| Total liabilities                                      | 12,622,430,052.37  | 12,372,561,976.00      |
| <b>Owners' interests (or shareholders' interests):</b> |                    |                        |
| Paid-up (share) capital                                | 1,454,130,910.00   | 1,454,130,910.00       |
| Capital reserves                                       | 9,337,513,487.06   | 9,377,131,118.00       |
| Less: reserved shares                                  |                    |                        |
| Project reserves                                       | 55,316,188.68      | 56,500,682.00          |
| Statutory reserves                                     | 999,800,341.77     | 999,800,342.00         |

| Items   | Period end balance | Year beginning balance |
|---|--------------------|------------------------|
| General risk reserves                           |                    |                        |
| Retained profits                                | 11,458,392,053.67  | 10,065,314,920.00      |
| Exchange translation differences                | -122,238,374.28    | -121,307,424.00        |
| Equity attributable to the owners of the parent | 23,182,914,606.90  | 21,831,570,548.00      |
| Minority interests                              | 4,379,135,019.10   | 4,197,100,282.00       |
| Total equity                                    | 27,562,049,626.00  | 26,028,670,830.00      |
| Total equity and liabilities                    | 40,184,479,678.37  | 38,401,232,806.00      |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Chen Hong

**Statement of Financial Position of the Parent Company**  
31 March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items                                     | Period end balance | Year beginning balance |
|---|--------------------|------------------------|
| <b>Current assets:</b>                    |                    |                        |
| Cash and cash equivalent                  | 2,441,845,115.60   | 2,205,081,046          |
| Held-for-trading financial assets         | 21,255,615.36      | 7,610,019              |
| Bills receivables                         | 51,900,000.00      | 80,325,474             |
| Trade receivables                         | 126,573,287.77     | 92,815,911             |
| Advance to suppliers                      | 88,774,919.17      | 63,880,756             |
| Interest receivables                      |                    |                        |
| Dividends receivables                     | 10,462,500.00      | 10,462,500             |
| Other receivables                         | 5,766,740,549.08   | 4,964,489,949          |
| Inventories                               | 239,522,540.27     | 268,305,128            |
| Non-current assets due within one year    |                    |                        |
| Other current assets                      | 118,279,896.55     | 101,648,489            |
| Total current assets                      | 8,865,354,423.80   | 7,794,619,272          |
| <b>Non-current assets:</b>                |                    |                        |
| Available-for-sale financial assets       | 191,957,103.12     | 251,671,265            |
| Held-to-maturity investments              |                    |                        |
| Long-term receivables                     |                    |                        |
| Long-term equity investments              | 9,718,695,116.15   | 9,317,852,553          |
| Investment properties                     |                    |                        |
| Property, plant and equipment             | 899,896,875.55     | 904,977,431            |
| Construction in progress                  | 1,017,432,357.91   | 975,138,343            |
| Construction materials                    | 6,780,304.58       | 5,535,016              |
| Fixed assets to be disposal of            |                    |                        |
| Productive biological assets              |                    |                        |
| Oil and gas assets                        |                    |                        |
| Intangible assets                         | 366,605,031.87     | 374,315,576            |
| Development cost                          |                    |                        |
| Goodwill                                  |                    |                        |
| Long-term deferred expenses               | 75,238,053.20      | 78,961,520             |
| Deferred income tax assets                | 92,219,304.78      | 107,630,899            |
| Other non-current assets                  | 1,222,997,189.68   | 1,262,584,779          |
| Total non-current assets                  | 13,591,821,336.84  | 13,278,667,382         |
| Total assets                              | 22,457,175,760.64  | 21,073,286,654         |
| <b>Current liabilities</b>                |                    |                        |
| Short-term loans                          | 2,127,389,850.00   | 1,567,389,850          |
| Financial liabilities held for trading    | 6,046,708.28       | 2,321,910              |
| Bills payables                            |                    |                        |
| Trade payables                            | 196,160,575.00     | 220,602,743            |
| Advance from clients                      | 28,528,568.98      | 10,714,042             |
| Accrued payroll and welfare               | 130,815,189.80     | 138,077,300            |
| Taxes and levies payables                 | 512,780,993.16     | 506,708,905            |
| Interest payables                         |                    |                        |
| Dividends payables                        |                    |                        |
| Other payables                            | 573,112,803.31     | 372,488,699            |
| Long-term liabilities due within one year | 433,966,063.00     | 443,113,763            |
| Other current liabilities                 |                    |                        |
| Total current liabilities                 | 4,008,800,751.53   | 3,261,417,212          |

| Items  | Period end balance | Year beginning balance |
|--|--------------------|------------------------|
| <b>Non-current liabilities</b>                         |                    |                        |
| Long-term loans  |                    |                        |
| Bond payables  |                    |                        |
| Long-term payables                                     | 64,677,328.17      | 126,044,628            |
| Specific accounts payables                             | 9,202,342.50       | 9,249,534              |
| Provisions   |                    |                        |
| Deferred income tax liabilities                        |                    | 31,299,391             |
| Other non-current liabilities                          |                    |                        |
| Total non-current liabilities                          | 73,879,670.67      | 166,593,553            |
| Total Liabilities                                      | 4,082,680,422.20   | 3,428,010,765          |
| <b>Owners' interests (or shareholders' interests):</b> |                    |                        |
| Paid-up (share) capital                                | 1,454,130,910.00   | 1,454,130,910          |
| Capital reserves                                       | 9,683,683,854.74   | 9,728,469,476          |
| Less: reserved shares                                  |                    |                        |
| Project reserves                                       | 16,020.84          | 516,024                |
| Statutory reserves                                     | 771,211,839.62     | 771,211,838            |
| General risk reserves                                  |                    |                        |
| Retained profits                                       | 6,465,452,713.24   | 5,690,947,641          |
| Total equity   | 18,374,495,338.44  | 17,645,275,889         |
| Total equity and liabilities                           | 22,457,175,760.64  | 21,073,286,654         |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Chen Hong



4.2

**Consolidated Income Statement**

From January to March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount for the reporting period | Amount for the reporting period last year (Restated)(note) | Amount for the reporting period last year (Before Restatement) |
|---|---------------------------------|--|--|
| 1. Total revenue  | 7,463,148,387.88                | 6,311,913,289  | 6,311,913,289  |
| Including: Operating revenue  | 7,463,148,387.88                | 6,311,913,289  | 6,311,913,289  |
| Interest income   |                                 |  |  |
| Premium earned  |                                 |  |  |
| Fees and commission income  |                                 |  |  |
| 2. Total operating expenses   | 5,426,011,335.70                | 4,572,805,826  | 4,572,805,826  |
| Including: Cost of sales  | 4,884,785,304.80                | 4,181,935,928  | 4,181,935,928  |
| Interest expenses   |                                 |  |  |
| Fees and commission expenses  |                                 |  |  |
| Returned premium  |                                 |  |  |
| Net reimbursement paid  |                                 |  |  |
| Net amount of provision on insurance policies drawn                   |                                 |  |  |
| Bonus paid to insurance policies                                      |                                 |  |  |
| Reinsurance premium   |                                 |  |  |
| Sales taxes and levies  | 69,006,364.88                   | 65,359,427   | 65,359,427   |
| Selling expenses  | 69,337,261.90                   | 53,646,139   | 53,646,139   |
| Administrative expenses   | 333,846,869.07                  | 243,633,982  | 243,633,982  |
| Finance costs   | 69,035,535.05                   | 28,448,084   | 28,448,084   |
| Impairment provision of assets  |                                 | -217,734   | -217,734   |
| Add: Gains from changes in fair value (losses are represented by "-") | 9,142,198.87                    | 14,971,519   | 14,971,519   |
| Investment income (losses are represented by "-")                     | 98,673,145.11                   | 22,542,455   | 22,542,455   |
| Including: Share of profits of associates and joint ventures          | 67,139,843.21                   | 17,515,840   | 17,515,840   |
| Exchange gains (losses are represented by "-")                        |                                 |  |  |
| 3. Operating profits (losses are represented by "-")                  | 2,144,952,396.16                | 1,776,621,437  | 1,776,621,437  |
| Add: Non-operating income   | 19,248,353.42                   | 6,035,001  | 6,035,001  |
| Less: Non-operating expenses  | 36,024,634.22                   | 44,961,728   | 44,961,728   |
| Including: Loss from disposal of non-current assets                   | 5,521,639.86                    | 1,309,355  | 1,309,355  |
| 4. Total profits (total losses are represented by "-")                | 2,128,176,115.36                | 1,737,694,710  | 1,737,694,710  |
| Less: Income tax  | 517,170,690.07                  | 375,385,280  | 286,959,165  |
| 5. Net profits (net losses are represented by "-")                    | 1,611,005,425.29                | 1,362,309,430  | 1,450,735,545  |
| Net profit attributable to the owners of the parent                   | 1,394,433,845.14                | 1,189,079,095  | 1,277,505,210  |
| Net profit attributable to minority interests                         | 216,571,580.15                  | 173,230,335  | 173,230,335  |
| 6. Earnings per share:  |                                 |  |  |
| (1) Basic earnings per share  | 0.096                           | 0.082  | 0.088  |
| (2) Diluted earnings per share  | 0.096                           | 0.082  | 0.088  |
| 7. Other comprehensive income   | -40,788,276.78                  | 666,437  | 666,437  |
| 8. Total comprehensive income   | 1,570,217,148.51                | 1,362,975,867  | 1,451,401,982  |
| Total comprehensive income attributable                               | 1,353,885,263.92                | 1,189,713,120  | 1,278,139,235  |

| <b>Items</b>  | <b>Amount for the reporting period</b> | <b>Amount for the reporting period last year (Restated)(note)</b> | <b>Amount for the reporting period last year (Before Restatement)</b> |
|---|--|---|---|
| to the owners of the parent                                   |  |   |   |
| Total comprehensive income attributable to minority interests | 216,331,884.59                         | 173,262,747   | 173,262,747   |

Note: Details of the reason of restatement of the figures are set out in appendix 4.4.

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Chen Hong

**Income Statement of the Parent Company**

From January to March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items   | Amount for the reporting period | Amount for the reporting period last year (Restated)(note) | Amount for the reporting period last year (Before Restatement) |
|---|---------------------------------|--|--|
| 1. Revenue  | 1,830,722,428.2                 | 2,067,173,793  | 2,067,173,793  |
| Less: Cost of sales   | 797,034,319.55                  | 1,023,975,532  | 1,023,975,532  |
| Sales taxes and levies  | 21,705,091.19                   | 26,745,522   | 26,745,522   |
| Selling expenses  | 2,390,704.29                    | 2,984,299  | 2,984,299  |
| Administrative expenses   | 126,834,901.36                  | 92,850,306   | 92,850,306   |
| Finance costs   | 18,125,878.21                   | 5,433,140  | 5,433,140  |
| Loss from impairment of assets  |                                 |  |  |
| Add: Gains from changes in fair value (losses are represented by "-") | -1,071,327.74                   | 2,084,160  | 2,084,160  |
| Investment income (losses are represented by "-")                     | 144,838,167.96                  | 58,549,876   | 58,549,876   |
| Including: Share of profits of associates and joint ventures          | 2,844,492.84                    | 7,134,250  | 7,134,250  |
| 2. Operating profits (losses are represented by "-")                  | 1,008,398,373.82                | 975,819,030  | 975,819,030  |
| Add: Non-operating income   | 3,266,965.06                    | 2,047,111  | 2,047,111  |
| Less: Non-operating expenses  | 22,923,930.82                   | 37,412,977   | 37,412,977   |
| Including: Loss from disposal of non-current assets                   | 56,731.81                       | 1,275,702  | 1,275,702  |
| 3. Total profits (total losses are represented by "-")                | 988,741,408.06                  | 940,453,164  | 940,453,164  |
| Less: Income tax  | 214,236,340.51                  | 221,065,288  | 132,639,173  |
| 4. Net profits (net losses are represented by "-")                    | 774,505,067.55                  | 719,387,876  | 807,813,991  |
| 5. Earnings per share:  |                                 |  |  |
| (1) Basic earnings per share  | 0.053                           | 0.050  | 0.056  |
| (2) Diluted earnings per share  | 0.053                           | 0.050  | 0.056  |
| 6. Other comprehensive income   | -44,785,621.10                  |  | 0  |
| 7. Total comprehensive income   | 729,719,446.45                  | 719,387,876  | 807,813,991  |

Note: Details of the reason of restatement of the figures are set out in appendix 4.4.

Company's legal representative:  
Mr. Chen JinghePerson-in-charge of accounting:  
Ms. Lin HongyingHead of accounting department:  
Mr. Chen Hong

4.3

**Consolidated Cash Flow Statement**  
From January to March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items  | Amount for the reporting period | Amount for the reporting period of last year |
|--|---------------------------------|--|
| <b>1. Cash flow from operating activities:</b>   |                                 |  |
| Cash received from sales of goods and rendering of services  | 7,415,893,765.32                | 5,481,965,010                                |
| Net increase in deposits from clients and placements from peers  |                                 |  |
| Net increase in loans from central bank  |                                 |  |
| Net increase in loans from other financial institutes  |                                 |  |
| Cash received from premium of original insurance policies  |                                 |  |
| Net cash received from reinsurance business  |                                 |  |
| Net increase in reserve of the insured and investment  |                                 |  |
| Net increase in disposal of held-for-trading financial assets  |                                 |  |
| Cash received from interests, fees and commission  |                                 |  |
| Net increase in borrowed funds   |                                 |  |
| Net increase in fund for repurchase business   |                                 |  |
| Refunds of taxes and levies  |                                 |  |
| Other cash received relating to operating activities   | 635,464,274.77                  | 622,956,914                                  |
| Sub-total of cash inflows from operating activities  | 8,051,358,040.09                | 6,104,921,924                                |
| Cash paid for good purchased and services rendered   | 4,108,152,273.16                | 3,337,538,057                                |
| Net increase in loans and advances to clients  |                                 |  |
| Net increase in deposits to central bank and peers   |                                 |  |
| Cash payment of claims under original insurance policies   |                                 |  |
| Cash payment of interests, fees and commission   |                                 |  |
| Cash paid for bonus of insurance policies  |                                 |  |
| Cash paid to and on behalf of employees  | 336,374,703.29                  | 246,679,073                                  |
| Payments for taxes and levies  | 1,008,240,093.91                | 706,774,815                                  |
| Other cash paid relating to operating activities   | 317,709,517.55                  | 890,408,635                                  |
| Sub-total of cash outflows from operating activities   | 5,770,476,587.91                | 5,181,400,580                                |
| Net cash flows from operating activities   | 2,280,881,452.18                | 923,521,344                                  |
| <b>2. Cash flows from investing activities</b>   |                                 |  |
| Cash received from disposal of investments   | 36,011,465.27                   | 12,246,785                                   |
| Cash received from return on investments   | 17,000,804.87                   | 37,873,171                                   |
| Net cash received from disposal of property, plant and equipment, intangible assets and other non-current assets | 7,864,949.33                    | 446,254                                      |
| Net cash received from disposal of subsidiaries and other business units   |                                 |  |
| Cash receipts relating to other investing activities   | 47,307,584.66                   | 56,679,797                                   |
| Sub-total of cash inflows from investing activities  | 108,184,804.13                  | 107,246,007                                  |
| Cash paid for acquisition of property, plant and equipment, intangible assets and other non-current assets       | 861,211,429.97                  | 681,713,139                                  |
| Cash paid for investments  | 189,416,735.78                  | 209,817,500                                  |
| Net increase in secured loans  |                                 |  |
| Net cash payments for acquisition of subsidiary and other business units   |                                 |  |
| Cash payments relating to other investing activities   | 103,603,325.53                  | 107,107,676                                  |
| Sub-total of cash outflows from investing activities   | 1,154,231,491.28                | 998,638,315                                  |
| Net cash flows from investing activities   | -1,046,046,687.15               | -891,392,308                                 |
| <b>3. Cash flows from financing activities</b>   |                                 |  |
| Cash received from investments   | 101,500,000.00                  |  |

## Zijin Mining Group Co., Ltd.\* First Quarterly Report 2011

| Items  | Amount for the reporting period | Amount for the reporting period of last year |
|--|---------------------------------|--|
| Including: Cash received from investments of minority shareholders in subsidiaries | 101,500,000.00                  |  |
| Cash received from borrowings  | 1,785,971,149.38                | 3,248,345,100                                |
| Cash received from bond issued   |                                 |  |
| Cash received from other financing activities                                      | 9,940,911.38                    | 87,179,311                                   |
| Sub-total of cash inflows from financing activities                                | 1,897,412,060.76                | 3,335,524,411                                |
| Repayments of borrowings   | 1,734,930,406.16                | 2,778,528,683                                |
| Cash paid for dividends and profit distributed or interests repayment              | 168,879,314.61                  | 170,613,921                                  |
| Including: Dividends and profit paid to minority shareholders by subsidiaries      | 107,327,904.00                  | 52,591,414                                   |
| Cash payment relating to other financing activities                                | 54,850,977.99                   | 50,969,101                                   |
| Sub-total of cash outflows from financing activities                               | 1,958,660,698.76                | 3,000,111,705                                |
| Net cash flows from financing activities   | -61,248,638                     | 335,412,706                                  |
| <b>4. Effect of changes of exchange rate on cash and cash equivalents</b>          | -3,820,054.91                   | -1,933,522                                   |
| <b>5. Net increase in cash and cash equivalents</b>                                | 1,169,766,072.12                | 365,608,220                                  |
| Add: Balance of cash and cash equivalents at the beginning of the period           | 3,791,471,973.00                | 2,999,055,215                                |
| <b>6. Balance of cash and cash equivalents at the end of the period</b>            | 4,961,238,045.12                | 3,364,663,435                                |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Chen Hong

**Cash Flow Statement of the Parent Company**  
From January to March 2011

Prepared by Zijin Mining Group Co., Ltd.\*

Unit: RMB (unaudited)

| Items  | Amount for the reporting period | Amount for the reporting period of last year |
|--|---------------------------------|--|
| <b>1. Cash flow from operating activities:</b>   |                                 |  |
| Cash received from sales of goods and rendering of services  | 1,480,574,912.84                | 1,407,471,390.00                             |
| Refunds of taxes and levies  |                                 |  |
| Other cash received relating to operating activities   | 29,756,420.16                   | 286,312,797.00                               |
| Sub-total of cash inflows from operating activities  | 1,510,331,333.00                | 1,693,784,187.00                             |
| Cash paid for good purchased and services rendered   | 640,411,622.21                  | 258,318,739.00                               |
| Cash paid to and on behalf of employees  | 88,367,596.47                   | 67,564,315.00                                |
| Payments for taxes and levies  | 271,340,485.99                  | 235,767,040.00                               |
| Other cash paid relating to operating activities   | 342,594,047.25                  | 238,635,447.00                               |
| Sub-total of cash outflows from operating activities   | 1,342,713,751.92                | 800,285,541.00                               |
| Net cash flows from operating activities   | 167,617,581.08                  | 893,498,646.00                               |
| <b>2. Cash flows from investing activities</b>   |                                 |  |
| Cash received from disposal of investments   |                                 |  |
| Cash received from return on investments   | 133,388,330.00                  | 42,083,100.00                                |
| Net cash received from disposal of property, plant and equipment, intangible assets and other non-current assets |                                 | -123,339.00                                  |
| Net cash received from disposal of subsidiaries and other business units   |                                 | 200,000,000.00                               |
| Cash receipts relating to other investing activities   | 301,102,842.31                  | -18,047,192.00                               |
| Sub-total of cash inflows from investing activities  | 434,491,172.31                  | 223,912,569.00                               |
| Cash paid for acquisition of property, plant and equipment, intangible assets and other non-current assets       | 101,682,770.94                  | 56,813,097.00                                |
| Cash paid for investments  | 400,000,000.00                  | 143,400,000.00                               |
| Net cash payments for acquisition of subsidiary and other business units   |                                 |  |
| Cash payments relating to other investing activities   | 43,053,677.21                   | 16,205,370.00                                |
| Sub-total of cash outflows from investing activities   | 544,736,448.15                  | 216,418,467.00                               |
| Net cash flows from investing activities   | -110,245,275.84                 | 7,494,102.00                                 |
| <b>3. Cash flows from financing activities</b>   |                                 |  |
| Cash received from investments   |                                 |  |
| Cash received from borrowings  | 566,800,000.00                  | 1,284,880,360.00                             |
| Cash received from bond issued   |                                 |  |
| Cash received from other financing activities  | -7,595,769.32                   | 1,264,524.00                                 |
| Sub-total of cash inflows from financing activities  | 559,204,230.68                  | 1,286,144,884.00                             |
| Repayments of borrowings   | 74,000,000.00                   | 1,003,800,000.00                             |
| Cash paid for dividends and profit distributed or interests repayment  | 23,665,268.42                   | 7,215,117.00                                 |
| Cash payments relating to other financing activities   | 24,218.32                       | 12,007.00                                    |
| Sub-total of cash outflows from financing activities   | 97,689,486.74                   | 1,011,027,124.00                             |
| Net cash flows from financing activities   | 461,514,743.94                  | 275,117,760.00                               |
| <b>4. Effect of changes of exchange rate on cash and cash equivalents</b>  | -467,351.21                     | -18,935.00                                   |
| <b>5. Net increase in cash and cash equivalents</b>  | 518,419,697.97                  | 1,176,091,573.00                             |
| Add: Balance of cash and cash equivalents at the beginning of the period   | 1,636,013,185.00                | 1,748,140,054.00                             |
| <b>6. Balance of cash and cash equivalents at the end of the period</b>  | 2,154,432,882.97                | 2,924,231,627.00                             |

Company's legal representative:  
Mr. Chen Jinghe

Person-in-charge of accounting:  
Ms. Lin Hongying

Head of accounting department:  
Mr. Chen Hong

#### 4.4 Explanation on the restatement in first quarterly results 2011

Pursuant to Min Ke Gao [2011] No.15 issued by the Fujian Recognition of High and New Technology Enterprise Leading Committee, the qualification of High and New Technology Enterprise of the Company was terminated from 3 July 2010. With the confirmation of “Reply of the execution time of the corporate income tax after the termination of Zijin Mining Group Company Limited’s qualification of High and New Technology Enterprise issued by Longyan Local Tax Bureau” Yan Di Shui Han [2011] No.26, the applicable corporate income tax rate of the Company from 1 January 2010 was 25%. Therefore, the Group applied statutory tax rate 25% for the provision of corporate income tax in the disclosed 2010 financial statements.

In order to reflect a clear comparison with the first quarterly results 2011, the Group has carried out a restatement in the income statement of the first quarterly results of the Group and the Company in 2010. The corporate income tax and the affected net profit attributable to owners of the parent have been restated. The adjustment amount was RMB88,426,115. The table below sets out details of the adjustment:

| Items affected  | 2010<br>(January – March)<br>Before restatement<br>(RMB) | Adjustment<br>(RMB) | 2010<br>(January – March)<br>After restatement<br>(RMB) |
|---|--|---------------------|---|
| Consolidated Income Statement :                           |  |                     |   |
| Income tax expenses                                       | 286,959,165  | 88,426,115          | 375,385,280   |
| Profit for the period                                     | 1,450,735,545  | -88,426,115         | 1,362,309,430   |
| Net profit attributable to owners of the parent           | 1,277,505,210  | -88,426,115         | 1,189,079,095   |
| Earnings per share (Basic)                                | 0.088  | -0.006              | 0.082   |
| Consolidated comprehensive income                         | 1,451,401,982  | -88,426,115         | 1,362,975,867   |
| Comprehensive income attributable to owners of the parent | 1,278,139,235  | -88,426,115         | 1,189,713,120   |
| Income Statement of parent company:                       |  |                     |   |
| Income tax expenses                                       | 132,639,173  | 88,426,115          | 221,065,288   |
| Profit for the period                                     | 807,813,991  | -88,426,115         | 719,387,876   |
| Earnings per share (Basic)                                | 0.056  | -0.006              | 0.050   |
| Consolidated comprehensive income                         | 807,813,991  | -88,426,115         | 719,387,876   |