

Chibuluma Mines plc Turnaround from Monthly Loss to Profit in This Single Month of May 2016

Chibuluma Mines plc, owned by Metorex, has turned its loss to a more promising and first monthly profit recording in May since 2015, which in turn, has largely improved its cash flow.

Since beginning of this year, Chibuluma Mines plc has been facing adverse factors like the decline in copper prices, the insufficient supply of electricity, a huge reduction in resources available, aging equipment, and capital shortage. However, with the operation objectives held by Jinchuan International and the several reform strategies launched by Metorex in mind, the company raised the “retain survival, aim for stability, look for development” business ideas, with operation-driven production, the change of established system, the adoption of market principles in accounting in full force, through comparing different financial patterns to make the most precise decisions, best optimizing management team, largely decreasing contract cost, and best exploring internal potential, Chibuluma Mines plc has held strong in its priority of efficiency principle. Through efforts and hard work, Chibuluma Mines plc has been empowering its status through improvement in productivity, sustainability of staff, operation results rising, starting a new “low loss but high profit” chapter.

Chibuluma South Mine is one of the two currently operating mines of the Group, run by Chibuluma Mines plc, a non-wholly owned subsidiary of the Company (with 85% shareholding owned by the Group). The Mine is an underground copper mine located in Zambia, Africa. During the year ended 31 Dec 2015, Chibuluma Mines plc recorded a revenue of US\$71.4 million, which amounts to approximately 15.2% of the Group’s consolidated revenue for that year of US\$470.7 million.