

Kinsenda Actively Responds To The Current Tough Market: Costs Reduction Through Management Optimization

At present, Kinsenda is in a transition period from the development phase to the production phase which starts extracting first ton of ore. Facing the concerns on the continual global downturn in the non-ferrous metal market, we have adopted a series of cost-effective measures.

In response to the current tough market environment, Kinsenda has conducted certain necessary reform and optimization on the organization structure and management to achieve the economies of scale. First, it has achieved flat management by integrating of certain existing departments. Second, it has simplified the labor force by optimizing the staff positioning. Third, it reduced the costs by optimizing the mine models. Through the above management optimization and restructuring, it has achieved certain results of costs saving, increase in labor productivity as well as provision of favorable conditions for the Kinsenda production.

Kinsenda Project is the Company's important development copper development mine in the DRC. Reserve is about 6.1Mt, Average Copper grade 4.8%, 293kt contained copper, annual process capacity is 600,000t with LOM 10 years. Main products are sulphide copper concentrate (82%) and oxide concentrate. The project construction started from June 2013 and planned commissioning in by the end of 2016.

