

【For immediate release】



JINCHUAN 金川

Jinchuan Group International Resources Co. Ltd

金川集團國際資源有限公司

(2362.HK)

Jinchuan International Announces

Placing of 11.10% Stake of New Shares to

A Wholly-owned Subsidiary of

SD Hi-Speed Huanbohai (Tianjin) Equity Investment Fund (Limited Partnership)

At Share Price of HK\$0.80 Per Share

To Raise Net Proceeds of HK\$384,400,000

To Fund its Core Business

(20 March 2017, Hong Kong) ----- **Jinchuan Group International Resources Co. Ltd** (the “Company”, together with its subsidiaries, collectively referred to “the Group” or “Jinchuan International”, Stock Code: 2362.HK) today announced that on 20 March 2017, the Company entered into the Subscription Agreement with the Subscriber, pursuant to which the Company conditionally agreed to allot and issue and the Subscriber conditionally agreed to subscribe in cash for a total of 483,000,000 Subscription Shares at the Subscription Price of HK\$ 0.80 per Subscription Share. The net proceeds amount to HK\$384,400,000.

The Subscription Shares represent (i) approximately 11.10% of the existing issued share capital of the Company as at the date of this announcement; and (ii) approximately 9.99 % of the total enlarged issued share capital of the Company immediately following completion of the Subscription, assuming there are no other changes in the issued share capital of the Company from the date of this announcement and up to the Completion Date. The shares will be locked up for 12 months and the Subscriber will appoint a representative as a non-executive director of the Company. Immediately after the issue of the Subscription Shares, Jinchuan Group Co., Ltd’s stake will be decreased to 67.50%.

The Subscriber is an investment holding company and a wholly-owned subsidiary of SD Hi-Speed Huanbohai (Tianjin) Equity Investment Fund (Limited Partnership) (山東高速環渤海（天津）股權投資基金合伙企業), which is managed by SD Hi-Speed Huanbohai (Tianjin) Equity Investment Fund Management Limited (山東高速環渤海（天津）股權投資基金管理有限公司). As Shandong Hi-Speed Group Co., Ltd (山東高速集團有限公司) holds 45% equity interest in SD Hi-Speed Huanbohai (Tianjin) Equity Investment Fund Management Limited, it is the indirect single largest shareholder of the management company. Shandong Hi-Speed Group Co., Ltd is a state-owned company established in Shandong Province, the PRC which engages in various segments of business including the investment, construction and management of expressways, bridges, railways, ports and airports.

Mr. Yang Zhiqiang, the Chairman of Jinchuan Group and the Chairman of the Board of the Directors of Jinchuan International said, “We are thrilled to welcome such a reputable and scalable fund to be our strategic shareholder. With its support, Jinchuan will develop in good shape along with the expected recovery curve of copper price as well as the continued commencement of mines in operation.”

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Mr. Zhang Wei, the Secretary of Party Committee and Deputy General Manager of Shandong Hi-Speed Investment Holdings Group Co., Ltd (山東高速投資控股有限公司黨委書記、副總經理張偉先生) said, “We have strong confidence in Jinchuan International as it is a government back-company for overseas mining acquisition and operations. The mining assets in hand of Jinchuan International are of high potential and values. We will continue to support Jinchuan International to become a major overseas mining company in the global field.”

The Subscription Shares will be allotted and issued under the Specific Mandate to be sought from the Shareholders at the EGM. An application has been made by the Company to the Stock Exchange for resumption in trading of its Shares with effect from 9:00 a.m. on 21 March 2017.

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About Jinchuan Group International Resources Co. Ltd

Jinchuan International is a Hong Kong listed company established by the Jinchuan Group Co., Ltd for the purposes of accelerating the establishment of the mining group’s multinational operational strategy and elevating Jinchuan Group’s global investing, financing and operating capabilities. By virtue of Hong Kong’s advantages as an international financial and trade center, and through the Company’s focus on an internationalized operating strategy, the Company has established itself as the flagship platform for the Jinchuan Group to develop its overseas non-ferrous metal mining business. The Company is primarily engaged in the development of overseas mining resources projects, capital operation and assets management of overseas mining resources projects, as well as trading of raw materials and products of nickel, copper, cobalt and precious metals.

About Jinchuan Group Co., Ltd

Jinchuan Group Co., Ltd, founded in 1958, is a state-owned enterprise with its majority interest held by the People’s Government of Gansu Province. Jinchuan Group specializes in mining, concentrating, metallurgy, chemical engineering and further downstream processing. Jinchuan Group is widely recognized as a renowned mining corporation and is the fourth largest nickel producer and second largest cobalt producer in the world and the third largest copper producer in the PRC.

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