

【For immediate release】

**Jinchuan International (Stock Code: 2362) Announces
To Accelerate Transforming into an Overseas Mining Investment Flagship Platform for
its Parent Company Jinchuan Group
via Global Nonferrous Metal Trading**

(Hong Kong, 26 June 2012) — **Jinchuan Group International Resources Co. Ltd** (“Jinchuan International” or the “Company”) (Stock Code: 2362) announced today that the Company has successfully begun its transition to becoming one of major global nonferrous metal raw material trading platforms by concluding raw materials trading of approximately 12,000 tonnes and 60,000 tonnes blister copper and copper concentrate respectively for its parent company Jinchuan Group Co., Ltd (“Jinchuan Group”). With diversification of the Company’s business into mining and mineral resources sector, first priority has been put on securing overseas mining investment opportunities. Along with the improving financial performance following the continuing cost control measures executed since 2011, helps boosting its confidence to accelerate the scheduled acquisition for mining projects to become an overseas mining investment flagship platform for Jinchuan Group.

Early in the first quarter of 2012, Jinchuan International concluded its first overseas supply contract from a Zambian producer of blister copper, an intermediate raw material used in the manufacture of refined copper. In total, the expected volume to be shipped in 2012 will be approximately 12,000 tonnes. In June 2012, Jinchuan International concluded another major contract with an overseas supplier for the purchase of up to 60,000 tonnes of copper concentrate from Outer Mongolia (外蒙古) to be delivered during July 2012 through February 2013.

The move shows the commitment of Jinchuan International to tap into the mineral resources industry. The trading business not only broadens its revenue base, but also helps accelerate its overseas expansion plan. While going in line with its parent company Jinchuan Group’s strategies to build a multinational mining enterprise and expand its footholds overseas, Jinchuan International also intends to focus on the merger and acquisition of nickel, copper, cobalt and other quality non-ferrous mining resources, and acts as a flagship platform for undertaking Jinchuan Group’s overseas operations.

As at 31 December 2011, Jinchuan Group carried out development and cooperation with over 24 countries or regions regarding non-ferrous metal mineral resources. It also became shareholder of 17 foreign mining companies and completed 20 investment projects with total investment of US\$2.5 billion. The Group has 10 overseas subsidiaries and overseas offices as well. Jinchuan Group obtained 62 mine exploitation permits over the world. Content of overseas resources possesses over 1 million tonnes of nickel, over 4 million tonnes of copper, and over 150,000 tonnes of cobalt.

Founded in 1958, Jinchuan Group is a state-owned enterprise with its majority interest held by the People’s Government of Gansu Province. Jinchuan Group is a large-scale non-ferrous mining conglomerate, specializing in mining, concentrating, metallurgy, chemical engineering and further processing. Boasting the world’s 3rd largest mines of nickel sulfides associated with cobalt sulfides, Jinchuan Group is a leading nickel and cobalt producer in the world, the largest producer of nickel, cobalt and platinum group of metals (PGM) in the PRC, and is also one of the largest producers of copper in the PRC. In 2011, Jinchuan Group’s annual output reaches 130,000 tonnes of nickel (ranked 4th in the world), 520,000 tonnes of copper (ranked 3rd in PRC), 6,600 tonnes of cobalt (ranked 2nd in the world), 2,500 kg of PGM. Its annual production for non-ferrous metal and processed materials exceeds 750,000 tonnes, and 2.4 million tonnes of inorganic chemical products. Its sales was over RMB110 billion. Regardless of the impact from the global financial crisis, its profit and tax in total reached RMB6 billion, import and export trade amounted to approximately US\$4.8 billion (RMB30.2 billion); its total assets reached RMB88 billion. Jinchuan Group ranked 92th in “Top 500 Chinese Enterprise”, 34th in “Top 500 China Manufacturing Enterprise” and 2nd in “Non-ferrous metallurgy and rolling processing industry”. It was accredited the “Industrial Grand Award (國家工業大獎)” by central government in 2011. It also ranked 1st in “Top 100 Industrial Enterprises in Gansu” in 2011 and was listed as the model enterprise of national circular economy and the first batch of national innovative enterprise. (Jinchuan Group website: <http://www.jnmc.com>)

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