

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**ZHAOJIN**

**ZHAOJIN MINING INDUSTRY COMPANY LIMITED\***

**招金礦業股份有限公司**

*(a joint stock limited company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 1818)**

### **THIRD QUARTERLY REPORT OF 2017**

This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, the Laws of Hong Kong).

On 8 August 2017, the Company issued the first tranche of the super short-term bonds in 2017. Details of the relevant documents relating to the super short-term bonds have been published on the websites of ChinaMoney (<http://www.chinamoney.com.cn>) and Shanghai Clearing House (<http://www.shclearing.com>).

Pursuant to the relevant regulations in the People's Republic of China (the “**PRC**”), the Company's unaudited quarterly financial statement shall be published on the websites of ChinaMoney (<http://www.chinamoney.com.cn>) and Shanghai Clearing House (<http://www.shclearing.com>) during the subsistence period of the super short-term bonds.

The following is the unaudited third quarterly consolidated financial information of the Group for the nine months ended 30 September 2017 prepared in accordance with PRC GAAP, which is also published on the websites of ChinaMoney (<http://www.chinamoney.com.cn>) and Shanghai Clearing House (<http://www.shclearing.com>).

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION***Zhaojin Mining Industry Company Limited (Consolidated)*

Unit: RMB Yuan

| <b>Assets</b>   | <b>31 December 2016</b> | <b>30 September 2017</b> |
|---|-------------------------|--------------------------|
| Current Assets:   |                         |                          |
| Cash and cash equivalents                               | 1,758,302,323.87        | 1,553,242,563.13         |
| Equity investments at fair value through profit or loss | 414,727,819.91          | 368,696,254.11           |
| Notes receivables                                       | 11,047,591.03           | 16,301,611.08            |
| Trade receivables                                       | 270,167,072.63          | 378,502,836.92           |
| Advance to customers                                    | 155,973,352.27          | 544,895,513.14           |
| Interest receivable                                     | 8,943,705.41            | 14,611,854.36            |
| Dividend receivable                                     |                         |                          |
| Other receivables                                       | 266,855,287.57          | 262,972,801.46           |
| Inventories   | 3,630,598,750.12        | 3,555,062,350.42         |
| Current portion of non-current assets                   |                         |                          |
| Other current assets                                    | 1,093,762,183.68        | 1,937,459,082.83         |
| Total current assets                                    | 7,610,378,086.49        | 8,631,744,867.45         |
| Non-current Assets:                                     |                         |                          |
| Available-for-sale financial assets                     | 25,745,745.06           | 23,745,745.06            |
| Held-to-maturity investments                            |                         |                          |
| Long-term receivables                                   |                         |                          |
| Long-term investments                                   | 409,867,116.95          | 379,137,907.50           |
| Investments in real estates                             |                         |                          |
| Property, plant and equipment                           | 10,445,887,419.64       | 10,474,355,686.94        |
| Construction in progress                                | 2,536,694,368.89        | 2,748,231,219.40         |
| Project goods and materials                             |                         |                          |
| Disposal of fixed assets                                |                         | 5,810,959.45             |
| Productive biological assets                            |                         |                          |
| Oil and gas assets                                      |                         |                          |
| Intangible assets                                       | 8,534,724,663.16        | 9,007,139,352.72         |
| Development expenditure                                 |                         | 1,033,970.10             |
| Goodwill  | 805,810,520.87          | 844,939,789.78           |
| Long-term prepaid expenses                              | 40,261,810.25           | 33,241,403.29            |
| Deferred tax assets                                     | 189,378,549.00          | 253,925,482.93           |
| Other long-term assets                                  | 2,262,519,657.71        | 2,176,400,467.88         |
| Total non-current assets                                | 25,250,889,851.53       | 25,947,961,985.05        |
| TOTAL ASSETS  | 32,861,267,938.02       | 34,579,706,852.50        |

**LIABILITIES AND OWNERS' EQUITY  
(OR SHAREHOLDERS' EQUITY)**

**31 December 2016      30 September 2017**

Current Liabilities:

|   |                   |                   |
|---|-------------------|-------------------|
| Short-term interest-bearing bank and other borrowings | 8,218,041,910.40  | 9,502,082,212.34  |
| Held for trading financial liabilities                | 52,854,000.00     |                   |
| Notes payables  | 13,550,232.56     | 108,326,000.00    |
| Trade payables  | 376,310,528.98    | 644,124,348.34    |
| Advance from customers                                | 158,827,340.05    | 344,200,032.28    |
| Payroll payables                                      | 113,097,304.38    | 73,427,149.52     |
| Tax payables  | 396,869,274.99    | 167,982,469.23    |
| Interest payables                                     | 59,844,272.97     | 76,990,180.51     |
| Dividend payables                                     | 98,465,287.09     | 142,490,843.13    |
| Other payables  | 1,500,213,351.00  | 1,411,859,244.41  |
| Current portion of other long-term liabilities        | 1,867,579,419.60  | 998,900,000.00    |
| Other current liabilities                             | 3,029,724,686.55  | 1,664,592,164.20  |
| Total current liabilities                             | 15,885,377,608.57 | 15,134,974,643.96 |

Non-Current Liabilities:

|  |                   |                   |
|--|-------------------|-------------------|
| Long-term interest-bearing bank and other borrowings | 1,087,706,098.09  | 584,779,970.09    |
| Corporate bond                                       | 945,100,654.25    | 945,856,287.82    |
| Long-term payables                                   |                   | 1,120,225.79      |
| Special payable                                      | 420,635,271.72    | 389,961,515.66    |
| Estimated liabilities                                | 78,338,393.30     | 85,721,213.49     |
| Deferred tax liabilities                             | 354,699,643.00    | 564,969,749.42    |
| Other long-term liabilities                          | 23,618,037.82     | 22,514,812.03     |
| Total non-current liabilities                        | 2,910,098,098.18  | 2,594,923,774.30  |
| Total liabilities                                    | 18,795,475,706.75 | 17,729,898,418.26 |

Owners' Equity (or Shareholders' Equity):

|   |                          |                          |
|---|--------------------------|--------------------------|
| Issued capital  | 2,965,827,195.00         | 3,220,696,195.00         |
| Capital reserve   | 1,839,365,150.05         | 2,648,875,486.55         |
| Less: treasury stock  |                          |                          |
| Surplus reserve   | 921,734,519.70           | 917,306,222.10           |
| Accumulated profit  | 3,268,881,837.58         | 3,566,017,492.45         |
| Translation gain and loss   | -13,930,243.88           | -1,837,243.43            |
| Perpetual capital instruments   | 2,147,131,780.82         | 2,647,986,213.37         |
| Equity attributable to the owners of the parent                           | 11,129,010,239.27        | 12,999,044,366.04        |
| Non-controlling interests   | 2,936,781,992.00         | 3,850,764,068.20         |
| Total equity  | 14,065,792,231.27        | 16,849,808,434.24        |
| <b>TOTAL LIABILITIES AND OWNERS' EQUITY<br/>(OR SHAREHOLDERS' EQUITY)</b> | <b>32,861,267,938.02</b> | <b>34,579,706,852.50</b> |

**STATEMENT OF FINANCIAL POSITION***Zhaojin Mining Industry Company Limited*

Unit: RMB Yuan

| <b>Assets</b>   | <b>31 December 2016</b> | <b>30 September 2017</b> |
|---|-------------------------|--------------------------|
| Current Assets:   |                         |                          |
| Cash and cash equivalents                               | 702,010,327.34          | 528,259,283.81           |
| Equity investments at fair value through profit or loss | 33,988,779.00           | 75,935,893.00            |
| Notes receivables                                       |                         |                          |
| Trade receivables                                       | 359,904,550.28          | 359,358,229.64           |
| Advance to customers                                    | 96,985,450.04           | 129,799,787.28           |
| Interest receivable                                     | 954,658,984.91          | 1,046,751,134.46         |
| Dividend receivable                                     | 180,206,497.63          | 189,026,497.63           |
| Other receivables                                       | 739,838,428.95          | 1,556,284,312.20         |
| Inventories   | 2,199,499,806.91        | 2,091,253,421.30         |
| Current portion of non-current assets                   |                         |                          |
| Other current assets                                    | 8,592,097,705.20        | 5,325,368,618.11         |
| Total current assets                                    | 13,859,190,530.26       | 11,302,037,177.43        |
| Non-current Assets:                                     |                         |                          |
| Available-for-sale financial assets                     | 5,725,263.16            | 3,725,263.16             |
| Held-to-maturity investments                            |                         |                          |
| Long-term receivables                                   |                         |                          |
| Long-term investments                                   | 5,286,763,390.88        | 8,874,135,204.59         |
| Investments in real estates                             |                         |                          |
| Property, plant and equipment                           | 4,449,942,585.53        | 4,785,568,658.07         |
| Construction in progress                                | 1,032,252,666.19        | 794,351,691.17           |
| Project goods and materials                             |                         |                          |
| Disposal of fixed assets                                |                         | 1,423,743.05             |
| Productive biological assets                            |                         |                          |
| Oil and gas assets                                      |                         |                          |
| Intangible assets                                       | 1,203,426,038.35        | 1,199,751,670.53         |
| Development Expenditure                                 |                         |                          |
| Goodwill  | 84,335,610.38           | 84,335,610.38            |
| Long-term prepaid expenses                              | 23,850,388.05           | 19,051,817.54            |
| Deferred tax assets                                     | 78,124,863.19           | 78,124,863.19            |
| Other long-term assets                                  | 733,165,192.12          | 733,165,192.11           |
| Total non-current assets                                | 12,897,585,997.85       | 16,573,633,713.79        |
| TOTAL ASSETS  | 26,756,776,528.11       | 27,875,670,891.22        |

**LIABILITIES AND OWNERS' EQUITY  
(OR SHAREHOLDERS' EQUITY)**

**31 December 2016      30 September 2017**

Current Liabilities:

|   |                   |                   |
|---|-------------------|-------------------|
| Short-term interest-bearing bank and other borrowings | 7,948,636,237.45  | 8,572,983,268.70  |
| Held for trading financial liabilities                |                   |                   |
| Notes payables  | 5,000,000.00      |                   |
| Trade payables  | 124,640,968.68    | 112,263,245.28    |
| Advance from customers                                | 7,829,600.66      | 88,956,416.42     |
| Payroll payables                                      | 41,983,201.66     | 37,812,660.07     |
| Tax payables  | 235,659,704.88    | 124,742,274.70    |
| Interest payables                                     | 48,637,056.04     | 65,602,847.30     |
| Dividend payables                                     |                   | 34,768,000.00     |
| Other payables  | 724,470,146.50    | 741,063,747.98    |
| Current portion of other long-term liabilities        | 1,867,579,419.60  | 998,900,000.00    |
| Other current liabilities                             | 2,030,430,781.95  | 1,200,007,867.21  |
| Total current liabilities                             | 13,034,867,117.42 | 11,977,100,327.66 |

Non-current Liabilities:

|  |                   |                   |
|--|-------------------|-------------------|
| Long-term interest-bearing bank and other borrowings | 98,906,504.00     | 451,906,504.00    |
| Corporate bond                                       | 945,100,654.25    | 945,856,287.82    |
| Long-term payables                                   |                   | 1,120,225.79      |
| Special payables                                     | 266,088,663.08    | 238,481,066.01    |
| Estimated liabilities                                | 69,624,158.04     | 58,374,961.47     |
| Deferred tax liabilities                             | 115,240,465.25    | 115,240,465.25    |
| Other long-term liabilities                          | 23,618,037.83     | 22,514,812.03     |
| Total non-current liabilities                        | 1,518,578,482.45  | 1,833,494,322.37  |
| Total Liabilities                                    | 14,553,445,599.87 | 13,810,594,650.03 |

Owners' Equity (or Shareholders' Equity):

|   |                          |                          |
|---|--------------------------|--------------------------|
| Issued capital  | 2,965,827,195.00         | 3,220,696,195.00         |
| Capital reserve   | 2,051,848,020.53         | 2,861,358,357.03         |
| Less: treasury stock  |                          |                          |
| Surplus reserve   | 912,902,608.10           | 906,347,971.41           |
| Accumulated profit  | 4,125,621,323.79         | 4,428,687,504.38         |
| Translation gain and loss   |                          |                          |
| Perpetual capital instruments   | 2,147,131,780.82         | 2,647,986,213.37         |
| Equity attributable to the owners of the parent                           | 12,203,330,928.24        | 14,065,076,241.19        |
| Non-controlling interests   |                          |                          |
| Total equity  | 12,203,330,928.24        | 14,065,076,241.19        |
| <b>TOTAL LIABILITIES AND OWNERS' EQUITY<br/>(OR SHAREHOLDERS' EQUITY)</b> | <b>26,756,776,528.11</b> | <b>27,875,670,891.22</b> |

## CONSOLIDATED INCOME STATEMENT

Zhaojin Mining Industry Company Limited (Consolidated)

Unit: RMB Yuan

| Items  | Jan-Sep 2017<br>Amount | Jan-Sep 2016<br>Amount |
|--|------------------------|------------------------|
| (1) Revenue  | 4,777,549,706.26       | 4,892,336,582.11       |
| Less: Cost of sales  | 2,816,452,694.96       | 2,855,057,105.44       |
| Taxes and surcharges   | 138,544,208.87         | 85,018,403.83          |
| Impairment losses  | 18,794,318.29          | 9,371,645.62           |
| Selling expenses   | 35,258,892.97          | 57,786,110.02          |
| General and administrative expenses                                | 649,622,532.50         | 774,821,310.77         |
| Finance expenses   | 442,067,031.54         | 394,437,693.99         |
| Add: Fair value change gain or loss (loss “-”)                     | -5,119,128.44          | -114,285,694.29        |
| Investment gain (loss “-”)   | 47,347,489.01          | -24,855,665.43         |
| Including: Investment income from joint ventures<br>and affiliates |                        |                        |
| (2) Operating income   | 719,038,387.70         | 576,702,952.72         |
| Non-operating income   | 42,729,006.67          | 52,129,394.92          |
| Non-operating expense  | 20,055,420.16          | 28,832,970.74          |
| Including: disposal of non-current assets                          | 10,521,366.05          | 10,982,208.68          |
| (3) Total income   | 741,711,974.21         | 599,999,376.90         |
| Less: Income tax expenses  | 179,074,166.14         | 181,624,387.44         |
| (4) Net gain   | 562,637,808.07         | 418,374,989.46         |
| Attributable to equity holders of the parent                       | 425,963,502.67         | 334,730,072.69         |
| Attributable to non-controlling interests                          | 136,674,305.40         | 83,644,916.77          |
| (5) Earning per share  |                        |                        |
| (i) Basic  | 0.13                   | 0.11                   |
| (ii) Diluted   |                        |                        |

**INCOME STATEMENT***Zhaojin Mining Industry Company Limited*

Unit: RMB Yuan

| <b>Items</b>   | <b>Jan-Sep 2017<br/>Amount</b> | <b>Jan-Sep 2016<br/>Amount</b> |
|--|--------------------------------|--------------------------------|
| (1) Revenue  | 1,960,853,820.49               | 2,084,402,995.78               |
| Less: Cost of sales  | 1,062,677,526.79               | 978,701,203.09                 |
| Taxes and surcharges   | 71,847,619.93                  | 57,515,952.35                  |
| Impairment losses  | 922,122.07                     | 5,584,990.37                   |
| Selling expenses   | 8,568,260.34                   | 9,789,350.68                   |
| General and administrative expenses                                | 239,342,044.34                 | 306,928,970.23                 |
| Finance expenses   | 423,431,771.83                 | 429,402,229.21                 |
| Add: Fair value change gain or loss (loss “-”)                     | 6,500,578.37                   | -31,814,962.58                 |
| Investment gain (loss “-”)   | 309,496,930.77                 | 260,792,234.43                 |
| Including: Investment income from joint ventures<br>and affiliates |                                |                                |
| (2) Operating income   | 470,061,984.33                 | 525,457,571.70                 |
| Non-operating income   | 33,400,131.19                  | 23,297,670.18                  |
| Non-operating expense  | 12,082,948.94                  | 14,593,998.31                  |
| Including: disposal of non-current assets                          | 8,794,051.65                   | 3,920,041.96                   |
| (3) Total income   | 491,379,166.58                 | 534,161,243.57                 |
| Less: Income tax expenses  | 59,485,138.19                  | 117,352,797.46                 |
| (4) Net gain   | 431,894,028.39                 | 416,808,446.11                 |
| Attributable to equity holders of the parent                       | 431,894,028.39                 | 416,808,446.11                 |
| Attributable to non-controlling interests                          |                                |                                |
| (5) Earning per share  |                                |                                |
| (i) Basic  | 0.13                           | 0.14                           |
| (ii) Diluted   |                                |                                |

## CONSOLIDATED STATEMENT OF CASH FLOW

Zhaojin Mining Industry Company Limited (Consolidated)

Unit: RMB Yuan

| Items  | Jan-Sep 2017<br>Amount |
|--|------------------------|
| (1) CASH FLOWS FROM OPERATING ACTIVITIES   |                        |
| Cash received from sale of goods or rendering of services  | 3,845,892,754.76       |
| Refunds of taxes   |                        |
| Cash received relating to other operating activities   | 8,230,341.50           |
| Sub-total of cash inflows  | 3,854,123,096.26       |
| Cash paid for goods and services   | 1,670,269,293.26       |
| Cash paid to and on behalf of employees  | 584,385,261.10         |
| Cash paid for all types of taxes   | 608,419,426.17         |
| Cash paid relating to other operating activities   | 8,421,785.00           |
| Sub-total of cash outflows   | 2,871,495,765.53       |
| NET CASH FLOWS FROM OPERATING ACTIVITIES   | 982,627,330.73         |
| (2) CASH FLOWS FROM INVESTING ACTIVITIES   |                        |
| Cash received from sales of investments  |                        |
| Cash received from return on investments   |                        |
| Net cash received from disposal of fixed assets, intangible assets<br>and other long-term assets |                        |
| Cash received from disposal of subsidiaries and other units                                      |                        |
| Cash received relating to other investing activities   |                        |
| Sub-total of cash inflows  |                        |
| Cash paid for acquisition of fixed assets, intangible assets<br>and other long-term assets       | 911,664,048.18         |
| Cash paid for investments  |                        |
| Cash received from acquisition of subsidiaries and other units                                   |                        |
| Cash paid relating to other investing activities   | 173,387,271.00         |
| Sub-total of cash outflows   | 1,085,051,319.18       |
| NET CASH FLOWS FROM INVESTING ACTIVITIES   | -1,085,051,319.18      |
| (3) CASH FLOWS FROM FINANCING ACTIVITIES   |                        |
| Cash received from capital contributions   | 1,064,379,292.34       |
| Cash received from borrowings  | 8,036,444,970.00       |
| Cash received relating to other financing activities   | 15,781,232.15          |
| Sub-total of cash inflows  | 9,116,605,494.49       |
| Cash payments of loan  | 8,747,466,797.50       |
| Cash payments of dividend, profit or interest on borrowings                                      | 414,376,835.61         |
| Cash paid relating to other financing activities   | 57,397,633.67          |
| Sub-total of cash outflows   | 9,219,241,266.78       |
| NET CASH FLOWS FROM FINANCING ACTIVITIES   | -102,635,772.29        |
| (4) EFFECT OF CHANGES OF EXCHANGE RATE ON CASH   |                        |
| (5) NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS   | -205,059,760.74        |



## STATEMENT OF CASH FLOWS

Zhaojin Mining Industry Company Limited

Unit: RMB Yuan

| Items  | Jan-Sep 2016<br>Amount |
|--|------------------------|
| (1) CASH FLOWS FROM OPERATING ACTIVITIES   |                        |
| Cash received from sale of goods or rendering of services  | 1,593,822,207.94       |
| Refunds of taxes   |                        |
| Cash received relating to other operating activities   | 2,064,703.25           |
| Sub-total of cash inflows  | 1,595,886,911.19       |
| Cash paid for goods and services   | 442,333,626.10         |
| Cash paid to and on behalf of employees  | 323,307,246.70         |
| Cash paid for all types of taxes   | 291,115,570.80         |
| Cash paid relating to other operating activities   | 3,399,841.22           |
| Sub-total of cash outflows   | 1,060,156,284.82       |
| NET CASH FLOWS FROM OPERATING ACTIVITIES   | 535,730,626.37         |
| (2) CASH FLOWS FROM INVESTING ACTIVITIES   |                        |
| Cash received from sales of investments  | 200,000,000.00         |
| Cash received from return on investments   |                        |
| Net cash received from disposal of fixed assets, intangible assets<br>and other long-term assets |                        |
| Cash received from disposal of subsidiaries and other units                                      |                        |
| Cash received relating to other investing activities   | 37,773,775.07          |
| Sub-total of cash inflows  | 237,773,775.07         |
| Cash paid for acquisition of fixed assets, intangible assets<br>and other long-term assets       | 428,253,237.00         |
| Cash paid for investments  |                        |
| Cash received from acquisition of subsidiaries and other units                                   |                        |
| Cash paid relating to other investing activities   | 1,064,806,849.02       |
| Sub-total of cash outflows   | 1,493,060,086.02       |
| NET CASH FLOWS FROM INVESTING ACTIVITIES   | -1,255,286,310.95      |
| (3) CASH FLOWS FROM FINANCING ACTIVITIES   |                        |
| Cash received from capital contributions   | 1,064,379,292.34       |
| Cash received from borrowings  | 7,674,622,721.50       |
| Cash received relating to other financing activities   | 5,647,980.58           |
| Sub-total of cash inflows  | 8,744,649,994.42       |
| Cash payments of loan  | 7,904,473,438.20       |
| Cash payments of dividend, profit or interest on borrowings                                      | 284,584,393.30         |
| Cash paid relating to other financing activities   | 9,787,521.87           |
| Sub-total of cash outflows   | 8,198,845,353.37       |
| NET CASH FLOWS FROM FINANCING ACTIVITIES   | 545,804,641.05         |
| (4) EFFECT OF CHANGES OF EXCHANGE RATE ON CASH   |                        |
| (5) NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS   | -173,751,043.53        |

The financial information set forth in this announcement is prepared in accordance with PRC GAAP and unaudited. Shareholders and potential investors are reminded to exercise caution when dealing in the securities of the Company.

Announcement is hereby given.

By order of the board  
**Zhaojin Mining Industry Company Limited\***  
*Chairman*  
**Weng Zhanbin**

Zhaoyuan, the PRC, 20 October 2017

*As at the date of this announcement, the Board comprises Mr. Weng Zhanbin, Mr. Li Xiuchen and Mr. Cong Jianmao as executive directors; Mr. Liang Xinjun, Mr. Li Shousheng, Mr. Xu Xiaoliang and Mr. Gao Min as non-executive directors; and Ms. Chen Jinrong, Mr. Choy Sze Chung Jojo, Mr. Wei Junhao and Mr. Shen Shifu as independent non-executive directors.*

\* *For identification purpose only*