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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)

FIRST QUARTERLY REPORT OF 2019

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 7 July 2015, Zhaojin Mining Industry Company Limited (the “**Company**”) issued the second tranche of medium-term notes for 2015. Details of the relevant documents relating to medium-term notes 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 medium-term notes.

The following is the unaudited first quarterly consolidated financial information of the Company and its subsidiaries (the “**Group**”) for the three months ended 31 March 2019 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

Assets	31 December 2018	31 March 2019
Current Assets:		
Cash and cash equivalents	1,496,054,694.17	4,171,911,965.70
Equity investments at fair value through profit or loss	598,007,189.02	664,217,270.41
Notes receivables	40,288,038.83	43,588,771.51
Trade receivables	105,208,651.42	161,051,412.24
Advance to customers	246,866,391.23	319,070,031.93
Interest receivable	29,078,584.39	34,759,777.21
Dividend receivable	11,940,675.71	11,940,675.71
Other receivables	245,885,969.80	394,622,384.23
Inventories	4,190,555,895.25	4,148,070,355.82
Current portion of non-current assets		
Other current assets	2,264,194,589.82	2,102,811,081.21
Total current assets	9,228,080,679.64	12,052,043,725.97
Non-current Assets:		
Available-for-sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term investments	850,540,158.82	898,715,613.75
Investments in real estates		
Property, plant and equipment	11,214,344,095.58	11,071,834,001.37
Construction in progress	3,015,123,269.80	3,395,480,159.66
Project goods and material		
Disposal of fixed assets		75,421.01
Productive biological assets		
Oil and gas assets		
Intangible assets	8,635,508,337.01	9,402,704,714.69
Development expenditure		
Goodwill	623,347,692.38	623,347,692.38
Long-term prepaid expenses	23,224,148.35	27,372,275.22
Deferred tax assets	147,827,370.14	149,204,868.70
Other long-term assets	2,044,075,030.45	1,629,075,145.40
Total non-current assets	26,553,990,102.52	27,197,809,892.18
TOTAL ASSETS	35,782,070,782.16	39,249,853,618.15

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

31 December 2018

31 March 2019

Current Liabilities:

Short-term borrowings	7,237,549,057.33	6,507,118,311.31
Held for trading financial liabilities		
Notes payables	156,629,739.81	151,957,451.96
Trade payables	367,884,530.67	419,390,230.81
Advance from customers	102,828,948.49	110,510,679.27
Payroll payables	91,056,670.05	90,273,862.75
Tax payables	138,950,967.03	45,796,462.99
Interest payables	196,284,814.87	219,326,432.50
Dividend payables	113,565,287.09	113,565,287.09
Other payables	1,143,595,936.43	860,587,362.46
Current portion of other long-term liabilities	125,708,182.00	125,708,182.00
Other current liabilities	2,129,545,167.80	2,443,593,530.06
Total current liabilities	11,803,599,301.57	11,087,827,793.20

Non-current Liabilities:

Long-term borrowings	236,630,140.00	236,630,140.00
Corporate bond	6,098,697,048.77	9,806,609,021.59
Long-term payables	30,432,000.00	30,432,000.00
Special payable	305,238,423.72	290,579,376.23
Estimated liabilities	32,509,095.65	28,577,716.55
Deferred tax liabilities	319,781,548.11	353,488,584.52
Other long-term liabilities	210,518,469.49	210,518,469.49
Total non-current liabilities	7,233,806,725.74	10,956,835,308.38
Total liabilities	19,037,406,027.32	22,044,663,101.58

Owners' Equity (or Shareholders' Equity):

Issued capital	3,220,696,195.00	3,220,696,195.00
Capital reserve	2,615,858,780.81	2,615,858,780.81
Less: treasury stock		
Surplus reserve	1,050,895,361.31	1,050,895,361.01
Accumulated profit	3,692,622,838.36	3,824,577,699.86
Translation gain and loss	-9,095,632.76	14,288,859.76
Perpetual capital instruments	2,664,599,589.04	2,636,054,200.02
Equity attributable to the parent	13,235,577,131.76	13,362,371,096.46
Non-controlling interests	3,509,087,623.09	3,842,819,420.11
Total equity	16,744,664,754.84	17,205,190,516.57
TOTAL LIABILITIES AND OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY)	35,782,070,782.16	39,249,853,618.15

STATEMENT OF FINANCIAL POSITION*Zhaojin Mining Industry Company Limited*

Unit: RMB Yuan

Assets	31 December 2018	31 March 2019
Current Assets:		
Cash and cash equivalents	608,077,766.12	936,368,545.79
Equity investments at fair value through profit or loss	41,735,543.00	57,323,700.00
Notes receivables	20,000,000.00	20,000,000.00
Trade receivables	16,597,347.97	58,221,778.29
Advance to customers	25,816,741.68	110,064,009.65
Interest receivable	1,143,020,246.60	1,072,754,753.16
Dividend receivable	215,297,097.38	215,297,097.38
Other receivables	2,173,306,539.02	1,441,490,707.84
Inventories	2,239,855,463.61	2,233,402,431.46
Current portion of non-current assets		
Other current assets	5,490,095,525.94	5,563,189,231.14
Total current assets	11,973,802,271.32	11,708,112,254.71
Non-current Assets:		
Available-for-sale financial assets		
Held-to-maturity investments		
Long-term receivables		
Long-term investments	8,293,722,702.09	9,129,600,802.09
Investments in real estates		
Property, plant and equipment	4,896,204,012.30	4,838,200,468.37
Construction in progress	1,155,443,796.64	1,262,594,899.85
Project goods and material		
Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	1,172,051,989.04	1,177,389,236.21
Development expenditure		
Goodwill	84,335,610.38	84,335,610.38
Long-term prepaid expenses	11,846,688.96	11,198,039.96
Deferred tax assets	47,782,214.12	47,782,214.12
Other long-term assets	1,632,965,812.91	1,632,965,812.91
Total non-current assets	17,294,352,826.44	18,184,067,083.89
TOTAL ASSETS	29,268,155,097.76	29,892,179,338.60

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

	31 December 2018	31 March 2019
Current Liabilities:		
Short-term borrowings	6,763,931,577.33	5,683,832,081.31
Held for trading financial liabilities		
Notes payables		50,000,000.00
Trade payables	123,985,045.29	126,530,926.99
Advance from customers	2,584,196.08	4,308,604.81
Payroll payables	35,100,024.06	27,788,166.30
Tax payables	19,227,708.82	-16,978,862.54
Interest payables	173,865,665.95	178,776,631.95
Dividend payables		
Other payables	731,311,504.19	678,559,774.12
Current portion of other long-term liabilities	708,182.00	708,182.00
Other current liabilities	698,817,883.50	698,817,883.50
Total current liabilities	8,549,531,787.22	7,432,343,388.44
Non-current Liabilities:		
Long-term borrowings	490,140.00	490,140.00
Corporate bond	6,098,697,048.77	7,799,509,090.09
Long-term payables	18,043,000.00	18,043,000.00
Special payables	186,770,804.63	176,484,747.29
Estimated liabilities	7,805,675.82	5,015,641.77
Deferred tax liabilities	101,669,567.81	101,669,567.81
Other long-term liabilities	26,243,337.25	26,243,337.25
Total non-current liabilities	6,439,719,574.28	8,127,455,524.21
Total liabilities	14,989,251,361.50	15,559,798,912.65
Owners' Equity (or Shareholders' Equity)		
Issued capital	3,220,696,195.00	3,220,696,195.00
Capital reserve	2,706,572,596.58	2,706,572,596.58
Less: treasury stock		
Surplus reserve	1,025,174,962.42	1,025,174,962.42
Accumulated profit	4,661,860,393.22	4,743,882,471.93
Translation gain and loss		
Perpetual capital instruments	2,664,599,589.04	2,636,054,200.02
Equity attributable to the parent	14,278,903,736.26	14,332,380,425.95
Non-controlling interests		
Total equity	14,278,903,736.26	14,332,380,425.95
TOTAL LIABILITIES AND OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY)	29,268,155,097.76	29,892,179,338.60

CONSOLIDATED INCOME STATEMENT
Zhaojin Mining Industry Company Limited (Consolidated)

Unit: RMB Yuan

Items	Jan-Mar 2019 Accumulated Amount	Jan-Mar 2018 Accumulated Amount
(1) Revenue	1,455,944,944.84	1,292,508,831.50
less: Cost of sales	832,800,039.46	715,068,517.00
Taxes and surcharges	44,496,247.40	37,494,737.70
Impairment losses	-3,412,159.42	3,613,958.86
Selling expenses	13,760,053.97	11,292,419.93
General and administrative expenses	229,651,864.81	193,946,420.73
Finance expenses	186,337,088.80	156,868,993.28
Add: Fair value change gain or loss (loss “-”)	13,144,065.37	28,168,194.65
Investment gain (loss “-”)	13,912,399.15	6,485,325.28
Including: Investment income from joint ventures and affiliates		
Income from asset disposal	-628.28	-1,214,838.79
Other income	10,370,398.43	14,877,380.83
(2) Operating income	189,738,044.49	222,539,845.97
Non-operating income	6,706,030.53	746,588.10
Non-operating expense	3,004,183.32	88,079.94
including: Disposal of non-current assets	1,476,988.74	
(3) Total income	193,439,891.70	223,198,354.13
Less: Income tax expenses	60,144,370.37	44,521,074.12
(4) Net profit	133,295,521.33	178,677,280.01
Net profit attributable to owners of the parent	131,954,861.50	133,764,058.46
Minority interests	1,340,659.83	44,913,221.55
(5) Earning per share		
(i) Basic earnings per share	0.04	0.04
(ii) Diluted earnings per share		

INCOME STATEMENT*Zhaojin Mining Industry Company Limited*

Unit: RMB Yuan

Items	Jan-Mar 2019 Accumulated Amount	Jan-Mar 2018 Accumulated Amount
(1) Revenue	663,540,238.67	607,685,857.52
less: Cost of sales	332,138,830.64	323,513,135.15
Taxes and surcharges	30,576,091.83	21,378,855.53
Impairment losses		
Selling expenses	5,406,770.75	5,003,321.19
General and administrative expenses	85,496,788.55	76,079,848.45
Finance expenses	188,938,736.84	152,691,141.32
Add: Fair value change gain or loss (loss “-”)	14,424,592.41	7,999,704.47
Investment gain (loss “-”)	63,494,326.61	38,019,458.62
Including: Investment income from joint ventures and affiliates		
Income from asset disposal	-628.28	-294,430.30
Other income	10,286,057.34	10,359,390.69
(2) Operating income	109,187,368.14	85,103,679.36
Non-operating income	218,897.90	275,724.82
Non-operating expense	43,494.42	-1,209,952.83
including: Disposal of non-current assets		
(3) Total income	109,362,771.62	86,589,357.01
Less: Income tax expenses	27,340,692.91	12,988,403.55
(4) Net profit	82,022,078.71	73,600,953.46
Net profit attributable to owners of the parent	82,022,078.71	73,600,953.46
Minority interests		
(5) Earning per share		
(i) Basic earnings per share	0.03	0.02
(ii) Diluted earnings per share		

CONSOLIDATED STATEMENT OF CASH FLOW
Zhaojin Mining Industry Company Limited (Consolidated)

Unit: RMB Yuan

Items	Jan-Mar 2019 Accumulated Amount
(1) NET CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from sale of goods or rendering of services	1,244,074,280.50
Refunds of taxes	
Cash received relating to other operating activities	875,330,637.84
Sub-total of cash inflows	2,119,404,918.34
Cash paid for goods and services	858,170,267.88
Cash paid to and on behalf of employees	247,404,475.48
Cash paid for all types of taxes	167,737,802.00
Cash paid relating to other operating activities	536,201,285.45
Sub-total of cash outflows	1,809,513,830.81
NET CASH FLOWS FROM OPERATING ACTIVITIES	309,891,087.53
(2) CASH FLOWS FROM INVESTING ACTIVITIES:	
Cash received from sales of investments	100,614,759.61
Cash received from return on investments	8,231,206.33
Net cash received from disposal of fixed assets, intangible assets 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	108,845,965.94
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	387,581,456.24
Cash paid for investments	63,763,611.93
Cash received from acquisition of subsidiaries and other units	
Cash paid relating to other investing activities	2,000,000.00
Sub-total of cash outflows	453,345,068.17
NET CASH FLOWS FROM INVESTING ACTIVITIES	-344,499,102.23
(3) CASH FLOWS FROM FINANCING ACTIVITIES:	
Cash received from capital contributions	
Cash received from borrowings	6,227,534,434.93
Cash received relating to other financing activities	
Sub-total of cash inflows	6,227,534,434.93
Cash payments of loan	3,367,161,569.78
Cash payments of dividend, profit or interest on borrowings	149,907,578.92
Cash paid relating to other financing activities	
Sub-total of cash outflows	3,517,069,148.70
NET CASH FLOWS FROM FINANCING ACTIVITIES	2,710,465,286.23
(4) EFFECT OF CHANGES OF EXCHANGE RATE ON CASH	
(5) NET INCREASE IN CASH AND CASH EQUIVALENTS	2,675,857,271.53

STATEMENT OF CASH FLOWS

Zhaojin Mining Industry Company Limited

Unit: RMB Yuan

Items	Jan-Mar 2019 Accumulated Amount
(1) NET CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from sale of goods or rendering of services	744,945,197.55
Refunds of taxes	
Cash received relating to other operating activities	30,194,648.32
Sub-total of cash inflows	775,139,845.87
Cash paid for goods and services	357,387,184.76
Cash paid to and on behalf of employees	140,620,036.44
Cash paid for all types of taxes	34,036,648.36
Cash paid relating to other operating activities	153,355,959.51
Sub-total of cash outflows	685,399,829.07
NET CASH FLOWS FROM OPERATING ACTIVITIES	89,740,016.80
(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 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 and other long-term assets	140,328,958.06
Cash paid for investments	
Cash received from acquisition of subsidiaries and other units	
Cash paid relating to other investing activities	
Sub-total of cash outflows	140,328,958.06
NET CASH FLOWS FROM INVESTING ACTIVITIES	-140,328,958.06
(3) CASH FLOWS FROM FINANCING ACTIVITIES:	
Cash received from capital contributions	
Cash received from borrowings	4,546,125,281.31
Cash received relating to other financing activities	
Sub-total of cash inflows	4,546,125,281.31
Cash payments of loan	3,946,224,777.33
Cash payments of dividend, profit or interest on borrowings	221,020,783.05
Cash paid relating to other financing activities	
Sub-total of cash outflows	4,167,245,560.38
NET CASH FLOWS FROM FINANCING ACTIVITIES	378,879,720.93
(4) EFFECT OF CHANGES OF EXCHANGE RATE ON CASH	
(5) NET INCREASE IN CASH AND CASH EQUIVALENTS	328,290,779.67

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*
Weng Zhanbin
Chairman

Zhaoyuan, the PRC, 26 April 2019

As at the date of this announcement, the Board comprises Mr. Weng Zhanbin, Mr. Dong Xin and Mr. Wang Ligang as executive directors; Mr. Xu Xiaoliang, Mr. Liu Yongsheng, Mr. Yao Ziping 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*