

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)

CLARIFICATION ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

At about 5:00 p.m. on 6 August 2010, a fire accident caused by overheating cables occurred at a gold mine in Zhaoyuan city, Shandong province. The gold mine is not one of the gold mines under the Company.

Since the local government ordered to suspend the underground exploitation of all non-coal mines in Yantai city for overall inspection, the Company would like to remind investors to exercise caution when dealing the shares of the Company.

This announcement is made by Zhaojin Mining Industry Company Limited (the "Company") pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

At about 5:00 p.m. on 6 August 2010, a fire accident caused by overheating cables occurred and caused casualties at a gold mine in Zhaoyuan city, Shandong province where the Company is located. The involved gold mine is not one of the gold mines under the Company.

In accordance with the requirements of the notice issued by the local government to suspend the underground exploitation of all non-coal mines in Yantai city for overall inspection, the Company has suspended the underground exploitation of its mines in Zhaoyuan region since 7 August 2010, and fully launched the self-examination and self-correction activities to further strengthen and enhance its safety management measures to ensure safe production.

The Company is of the view that the suspension of operation for a short period will not have material impact on the production and operation of the Company. The Company will cautiously analyze and evaluate the impact of the suspension of operation due to the accident on its annual gold output. The Company will make further announcement when there is a material impact on the Company.

Investors are reminded to exercise caution when dealing in the shares of the Company.

By order of the Board
Zhaojin Mining Industry Company Limited*
Lu Dongshang
Chairman

Zhaoyuan, the PRC, 7 August 2010

As at the date of this announcement, the board of directors of the Company comprises: Executive directors: Mr. Lu Dongshang and Mr. Wang Peifu; Non-executive directors: Mr. Liang Xinjun, Mr. Cong Jianmao, Mr. Weng Zhanbin, Mr. Wu Zhongqing and Mr. Chen Guoping; Independent non-executive directors: Mr. Ye Tianzhu, Mr. Yan Hongbo, Ms. Chen Jinrong and Mr. Choy Sze Chung Jojo.

* *For identification purposes only*