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XINGYE COPPER INTERNATIONAL GROUP LIMITED

興業銅業國際集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 505)

PROFIT WARNING

This announcement is made by Xingye Copper International Group Limited (the “Company” together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors (the “Board”) of the Company wishes to inform the shareholders of the Company and potential investors that the Group is expected to record a significant decline in its profit for the year ended 31 December 2010 as compared to the profit for the corresponding period in 2009, which was mainly attributable to the loss recognized on the derivative financial instruments. As part of the business operation, the Group entered into copper futures contracts to hedge its exposure against copper price fluctuations of raw materials. The Group recorded a loss for its futures contracts due to significant increase in the price of copper commodities in the second half of 2010. It is expected that profits embedded in the Group’s physical inventories would only be realized subsequent to 31 December 2010 when the actual sale of the Group’s copper products is made.

This profit warning announcement is only based on the preliminary assessment by the management of the Company on the unaudited management accounts of the Group and the current information available, which have not been reviewed or audited by the Company's auditors. The audited results of the Group for the year ended 31 December 2010 will be announced as soon as practicable and the related 2010 Annual Report will be published thereafter.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities the Company.

By order of the Board
Xingye Copper International Group Limited
Hu Changyuan
Chairman

Hong Kong, 7 February 2011

As at the date of this announcement, the executive directors of the Company are Mr. HU Changyuan, Mr. CHEN Jianhua, Mr. WANG Jianli and Mr. MA Wanjun, the non-executive director of the Company is Ms. YU Yuesu and the independent non-executive directors of the Company are Mr. HE Changming, Mr. CUI Ming, Mr. XIE Shuisheng, Mr. CHAI Chaoming and Ms. LI Li.