

## **DISCLOSURE OF SIGNIFICANT EVENTS**

1. During the reporting period, JCCL was not involved in any litigation or arbitration of material importance.
2. JCCL did not pledge any of its assets nor have any contingent liabilities or enter into any material guarantee.
3. Pursuant to a notice dated 14 January 2000 issued jointly by the Ministry of Finance and the State Tax Bureau, which is also subsequently confirmed by JCCL with the Jiangxi Provincial Tax Bureau, JCCL, being a Sino-foreign joint venture joint stock limited company, is entitled to a tax benefit ("Tax Benefit"), which is calculated as 40% of the current year's additions of PRC produced plant and equipment for production use. The Tax Benefit is, however, limited to the amount of increase in enterprise income tax for the current year in which the plant and equipment are acquired as compared with the tax amount of the preceding year. The portion of the Tax Benefit that is not utilised in the current year can be carried forward for future application for a period of not more than five years.
4. The products of JCCL have been certified by the international quality assurance system of ISO9002.
5. On 26 July 2000, the Customs of Nanchang established Processing Trade Bonded Factory of Jiangxi Copper Company Limited at JCCL's Guixi Smelter as approved by the Customs of Nanchang. It was agreed that the import business of copper concentrate, blister copper and scrap copper as well as the export business of copper cathode of JCCL should be managed by the Bonded Factory.
6. On 24 January 2000, the Board of Directors of JCCL was advised by the Parent Company that the Parent Company would be under supervisor and management of China Copper Lead Zinc Corporation in replacement of the State Nonferrous Metal Industry Administration. On 24 July 2000, the Board of Directors of JCCL was advised by the Parent Company that the Parent Company would be under supervisor and management of the Jiangxi Provincial Government in replacement of China Copper Lead Zinc Corporation.
7. On 12 April 2000, the Deputy Prime Minister of the PRC Government Mr. Wu

Bangguo visited JCCL. He supported the production expansion project of JCCL and proposed the policy of aiding competent enterprises and eliminating incompetent ones. Moreover, he supported the Company in such aspects as listing, allocation of resources and technological reform in order to further expand, strengthen and improve JCCL.



*Mr. Wu Bangguo, the Deputy Prime Minister, visited JCCL*

8. On 12 October 2000, the Board of Directors passed the resolution in respect of the issue of new A shares, which had been approved by the shareholders at the extraordinary general meeting of JCCL held on 19 January 2001. Upon approval from China Securities Regulatory Commission, JCCL will issue not more than 230,000,000 domestic shares which are Renminbi-denominated ordinary shares (A shares) to be listed on the Shanghai Stock Exchange. The proceeds from the issue will be used to finance the expansion of Guixi Phase III, the exploitation of Fujiawu Copper Wine and the acquisition of Wushan Copper Mine. The foundation stone laying ceremony of Guixi Phase III was held on 28 October 2000.



*At the foundation stone laying ceremony of “Guixi Phase III” with an annual copper production of 350,000 tonnes*

9. In October 2000, Guixi Phase III project of JCCL was approved by the State Economic and Trade Commission of the PRC, and a loan of Rmb700 million (interest thereof is payable by the State) will be obtained.
10. On 25 October 2000, the resignation tendered by Mr. Zhang Zhuoqun from the office of independent non-executive director of JCCL was accepted by the shareholders at the extraordinary general meeting, and Mr. Shi Zhongliang was appointed as an independent non-executive director of JCCL in replacement of Mr. Zhang Zhuoqun.
11. On 12 October 2000, the Board of Directors agreed the resignation tendered by Mr. Yuan Zeping, and he was appointed as an executive director of JCCL in replacement of Mr. Zhang Shuijian. On 19 January 2001, such resignation from the office of director was approved by the shareholders at the extraordinary general meeting.
12. Due to the replacement of management, International Copper Industry (China) Investment Limited ("International Copper") and JCCL are independent from and not connected with each other. Accordingly, the interest of International Copper and its shareholders are currently the same as the interest of the other H shares holders. In view of the above, an application has been made to The Stock Exchange of Hong Kong Limited (the "Hong Kong Stock Exchange") and the Securities and Futures Commission (the "SFC") and the Hong Kong Stock Exchange and the SFC have agreed to replace the waiver and revise the terms of the Undertaking made by JCCL.